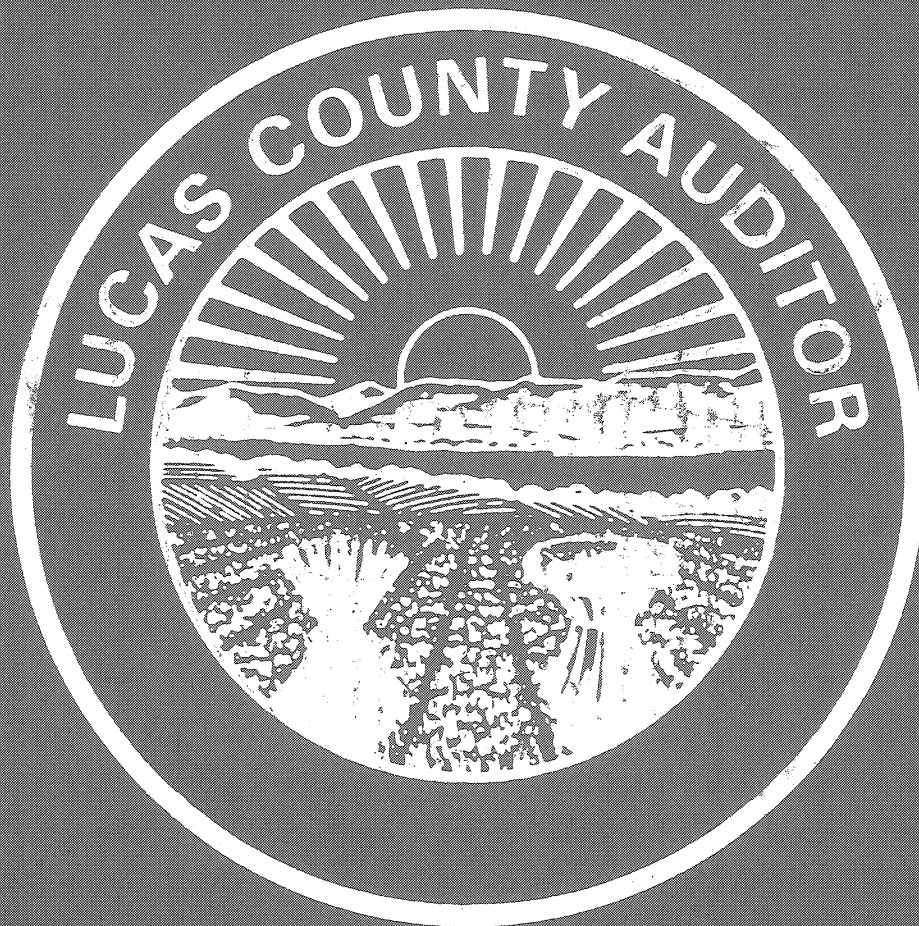


COMPREHENSIVE ANNUAL FINANCIAL REPORT



LUCAS COUNTY, OHIO

For Fiscal Year Ended December 31, 2003

— 20 YEARS OF EXCELLENCE IN FINANCIAL REPORTING —

Lucas County, Ohio
Comprehensive
Annual Financial Report
for the Year Ended December 31, 2003

Larry A. Kaczala,
Lucas County Auditor

Prepared by the Lucas County Auditor's Office

Thomas E. Nichter
Chief Deputy Auditor

Scott S. Smith, C.P.A.
Chief Accountant

Gina-Marie Kaczala
Director of Internal Audits

David Polek
Accounting Assistant

Tammy Shelton
Reconciliation Accountant

**LUCAS COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR FISCAL YEAR ENDED DECEMBER 31, 2003**

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Larry A. Kaczala

Lucas County Auditor

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May 7, 2004

Lucas County Board of Commissioners and Citizens of Lucas County,

As Auditor of Lucas County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2003.

This report contains basic financial statements, management's discussion and analysis, supplemental financial statements, and other financial and statistical information which provide a complete and full disclosure of all material financial aspects of Lucas County. This CAFR conforms to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, lies with the management of the County, and in particular the office of the Lucas County Auditor. In fulfilling this responsibility, the Lucas County Auditor's Office has prepared the accompanying financial statements, schedules and tables. We believe this data fairly reflects the financial position of the County and the results of its operations.

The CAFR is presented in three (3) sections: the **Introductory Section**, the **Financial Section** and the **Statistical Section**. The *Introductory Section* contains a table of contents, this letter of transmittal, a list of elected officials, an organization chart and a copy of the Certificate of Achievement for Excellence in Financial Reporting awarded for the 2002 Lucas County CAFR. The *Financial Section* contains our independent auditor's, Ernst & Young LLP, report of independent auditors, Management's Discussion and Analysis, the basic financial

statements, and relevant supplemental financial statements and schedules for 2003. The *Statistical Section* presents historical, financial, analytical, economic and demographic information that may be useful for further analysis and comparisons.

This transmittal letter should be read in conjunction with the Management's Discussion and Analysis, which provides a narrative introduction, overview, and analysis of the basic financial statements.

THE COUNTY

The County was formed by an Act of the Ohio General Assembly on June 20, 1835, in honor of Robert Lucas, then Governor of Ohio. The elected three-member Board of County Commissioners function as both the legislative and executive branch of the County. Each Commissioner serves a term of four years. In addition to the County Auditor, who serves as chief fiscal officer, there are seven elected administrative officials, each of whom operate independently as set forth by Ohio law. These officials are: Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, and Treasurer. All of these officials serve four-year terms. The following judges are elected on a county-wide basis to oversee the County's judicial system: Common Pleas Court Judges, Domestic Relations Court Judges, Juvenile Court Judges, Probate Court Judge, and Court of Appeals Judges. Judges are elected to six-year terms.

REPORTING ENTITY AND SERVICES

In conformity with *Governmental Accounting Standards Board Statement No. 14*, all governmental departments, agencies, institutions, commissions, public authorities, and other governmental organizations, for which the County has significant financial accountability, are included in this CAFR for financial reporting purposes. Financial accountability is determined by the County's ability to appoint a voting majority of the Board or financial interdependence.

The County provides general governmental services to its citizens which include: public assistance, health assistance, community related services, civil and criminal justice systems, road and bridge maintenance, sewer and water-line construction and maintenance and other general legislative and administrative support services. The County also operates and maintains the water supply and wastewater treatment systems. A further discussion of the reporting entity and its services may be found in **Note A** of the *Notes to the Financial Statements*.

ECONOMIC CONDITION AND OUTLOOK

The County is in the center of a trade area comprised of 14 counties in northwestern Ohio and southeastern Michigan with a total population of approximately 1.25 million people. The County lies in the central portion of a triangle formed by the cities of Chicago, Detroit and Cleveland. The County is in the Toledo Metropolitan Statistical Area (MSA) and approximately one-third of the population of the United States resides within 500 miles of the County.

The County's economy, historically associated with the glass and automotive industries, has become increasingly diversified. While the County remains the home of four of the nation's largest glass companies, DaimlerChrysler AG, General Motors Corporation and Dana Corporation also continue to be major private employers in the County. However, in recent years, private service industries and governmental employers have provided more than three-fourths of the total employment in the Toledo MSA and approximately 70% of total payrolls in the County.

The County's unemployment rate for 2003 was 7.8%, which is 1.7% higher than the statewide rate of 6.1%, and 1.8% higher than the national rate of 6.0%.

Three of the 2003 Fortune 500 corporations have their headquarters in the County. These are Dana Corporation,

Owens-Illinois, Inc., and Owens-Corning. The County is also one of the larger oil refining centers between Chicago and the eastern seaboard with BP Oil Co. and Sun Refining and Marketing Company, Inc.

DaimlerChrysler AG, the largest manufacturing employer in the County, completed a \$1.2 billion investment to construct a 1.1 million square-foot Jeep assembly plant in 2001. The project retained nearly 4,900 jobs, and has prompted additional related economic development activity in the County. Daimler Chrysler AG has also constructed a \$30 million combination crossdock and parts sequencing facility in the County to serve its plants in the Midwest.

MAJOR COUNTY INITIATIVES

Current Year Projects

Lucas County continues to promote economic development throughout the area. Lucas County officials and management continue to work closely with state and local governments, corporations, companies, small businesses, labor unions and charitable organizations to improve and expand business opportunities and the standard of living. The following are highlights of some of the activities Lucas County is concerned with:

- The construction was completed on the new 38,000 square foot Sixth District Court of Appeals. This project was a partnership between Lucas County and the seven other counties that comprise the appellate courts jurisdiction. Long-term bonds were issued this year for \$6.2 million. Lucas County is responsible for 50% of the debt while the seven other jurisdictions debt is tied to the population in those counties based on the 2000 Census.
- Implementation of the first phase of the County's integrated new Human Resources/Payroll Procurement/Accounts Payable, and General Ledger Accounting System was completed. The Human Resources/Payroll system was placed into service in April, 2003, and will be followed by General Ledger/Accounting system in 2005. The County has initiated workflow studies to take advantage of the automated features of the software.

- The County is constructing and equipping a business continuation center (emergency backup computer system). The cost is estimated to be approximately \$1 million.
- Lucas County joined with the Toledo/Lucas County Port Authority, the Regional Growth Partnership, the City of Toledo and Manitowoc to construct a "High Bay Facility" at the Toledo shipyard. This proposed ship building facility would be used by Manitowoc to construct ships for the US Coast Guard starting in 2004.
- The County implemented the first phase of a multi-departmental document-imaging project. Using digital document imaging the county expects to improve the storage and retrieval of public records. The costs of this system will be spread among various internal operating funds.

Future Projects

The County will continue to provide a variety of services required to meet the needs of its citizens and actively support economic development in the area. We look forward to the following significant activities made possible by the citizens of Lucas County and its government:

- The State of Ohio designated Lucas County as a Local Area for purposes of the Workforce Investment Act of 1998, which prompted the proposed establishment of a One Stop location for the convenience of business and the job seeker. The new One Stop location called "The Source" will be dedicated in the Summer of 2004. In this center, community partners will be located to provide career services to assist employers in finding qualified individuals for employment. The center will also assist individuals in obtaining training to meet demand occupation skills.
- The Board of Elections will be working closely with the State of Ohio to implement the federal Help America Vote Act. The new electronic election system will replace and the current lever system. The new system at estimated cost of \$7 million is expected to be in place for the 2004 Presidential Election with significant portion of the cost to come from federal funds. The County has set aside \$1.5 million in the Capital Improvement fund for the County's match.
- Lucas County has loaned \$500 thousand to the Toledo Lucas County Port Authority to assist in the development of a coking and electric generation facility along

the east side of the Maumee River in Lucas County. During Phase I of this project this facility will generate 120 to 150 high paying jobs in Lucas County.

- The Board of County Commissioners has approved \$1.5 million in the Capital Improvement Plan to renovate and reconstruct the secured underground parking and tunnel between the Lucas County Corrections Center and the Lucas County Courthouse. The tunnel is used in the transportation of prisoners from the Correction Center to trial in the Common Pleas Court.
- Expansion of the existing 15 million gallon per day Maumee River Wastewater Treatment plant to a 22.5 million gallon a day facility. This expansion will accommodate the existing demand and future growth in Western Lucas County through 2025. The projected cost is \$15.5 million.

ACCOUNTING SYSTEM

The County's day-to-day accounting records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records for all Governmental and Fiduciary Funds are converted to the modified accrual basis, whereby revenues are recognized when measurable and available within the business cycle (within 60 days after year end) and expenditures are recognized when the related fund liability is incurred. The accounting records for the Proprietary Funds are converted to the accrual basis, whereby revenues are recognized when measurable and earned, and expenses are recognized as incurred.

A further discussion of the three methods of accounting (non-GAAP, modified accrual and accrual) and a reconciliation of budget basis to GAAP basis of accounting may be found in **Note B** and **Note L**, respectively, of the *Notes to the Financial Statements*.

BUDGETARY CONTROLS

Under Ohio law, the Lucas County Board of Commissioners must adopt an appropriations budget by January 1 of a given year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1st. No expenditure can be made from any

budgetary account without the Certificate of the County Auditor certifying that funds are available or in the process of collection. When a purchase order is issued or a contract is entered into by any County department or agency, the County Auditor encumbers the necessary funds to pay for the expenditure. Contracts or purchase orders are rejected and are invalid under Ohio law if sufficient funds are not available to permit the County Auditor to certify the transaction. A further discussion of the budgetary accounting system and its controls may be found in **Note B** of the *Notes to the Financial Statements*.

The County Auditor issues a monthly budget report to the Board of Commissioners and to all departments and agencies showing the monthly and year-to-date expenditures, encumbrances, and the cash balances, as well as the unencumbered balance by fund and account. On a quarterly basis, these reports are made public and are available to the news media.

INTERNAL CONTROL

The management of the County is responsible for establishing and maintaining internal control designed to provide reasonable, but not absolute, assurance that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The design of the internal control also recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the County is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management.

CASH MANAGEMENT

The County Treasurer utilizes cash management and forecasting techniques and procedures to provide for efficient and optimum use of the County's cash resources as permitted by applicable State of Ohio law.

Among the County's many investments, the County participates in the State Treasury Asset Reserve of Ohio (STAR OHIO) Investment pool. The statewide investment pool is administered by the Treasurer of the State of Ohio.

Certain deposits are collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name. The pool of securities so pledged must have a current market value at least equal to 105% of all public monies on deposit with the depository including the amount covered by federal insurance.

Cash resources of all funds with the exception of Water, Sewer, and certain Fiduciary Funds are pooled for investment purposes. Currently, interest income derived from these pooled resources is credited to the County's General Fund with the exception of the equitable share distributed to the Self-Funded Health Insurance fund and the Motor Vehicle and Gas Tax fund.

INVESTMENT HIGHLIGHTS

(Amounts in 000's)

Investments and Earnings	<u>2003</u>	<u>2002</u>
Total investments and		
Deposits at year-end	\$ 258,386	\$ 268,165
Interest revenue	4,124	9,339

RISK MANAGEMENT

The County Risk Manager monitors and directs the entire insurance program of Lucas County. The County is self-insured for a portion of its general business insurance and insurance coverage after \$500 thousand per occurrence.

The County participates in the State of Ohio Retro-spective Rated Workers' Compensation program with a maximum liability of \$300 thousand per accident.

Both programs, along with the self-funded health program for dental benefits, provide savings with proper risk management and loss control.

INDEPENDENT AUDIT

Included in this report on pages 14 and 15 is an unqualified report of independent auditors rendered by Ernst & Young LLP with respect to the basic financial statements of the County as of and for the year ended December 31, 2003. As part of the annual preparation of a CAFR, the County subjects all the financial statements to an annual independent audit. This annual audit arrangement serves to strengthen the County's accounting, budgetary and internal control of financial and operational systems.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The County prepared its first CAFR in 1984 in accordance with the program guidelines for the Certificate of Achievement for Excellence in Financial Reporting (Certificate) awarded by the Government Finance Officers Association of the United States and Canada (GFOA). Each annual report must also satisfy generally accepted accounting principles and disclose applicable legal compliance requirements. The County was awarded the Certificate for the fiscal years ended December 31, 1984 - 2002.

The Certificate is valid for a period of one year. We believe that our current report continues to conform to the guidelines and requirements of the program and will be submitted to the GFOA to determine its eligibility for another Certificate.

ACKNOWLEDGMENTS

Lucas County is proud to have been one of the first counties in Ohio, and one of the relatively few nationwide, to prepare a financial report in conformity with GAAP and the precise guidelines recommended by the GFOA. We are also proud to be one of the first counties to adopt the new reporting model required by GASB No. 34. This report is the result of the continued cooperation, and combined services of the *Elected Officials and management of Lucas County*.

I would especially like to recognize the following members of my staff, all of whom exercised proficiency and dedication throughout this report's publication.

Accounting

Thomas E. Nichter, Scott S. Smith, Gina-Marie Kaczala, Tracy Berry, Dave Polek, and Tammy Shelton

Accounts Payable/Receivable

Pat Heffern, Rita-Hogan Faber, Mary Kwiatkowski, Sue Nofziger, and Karla Hayes

Payroll

David Weimer

Special Assessments

Gary Langenderfer

Photography

Gina-Marie Kaczala

Sincerely,



Larry A. Kaczala
Lucas County Auditor
Lucas County, Ohio

**LUCAS COUNTY, OHIO
ELECTED OFFICIALS
at DECEMBER 31, 2003**

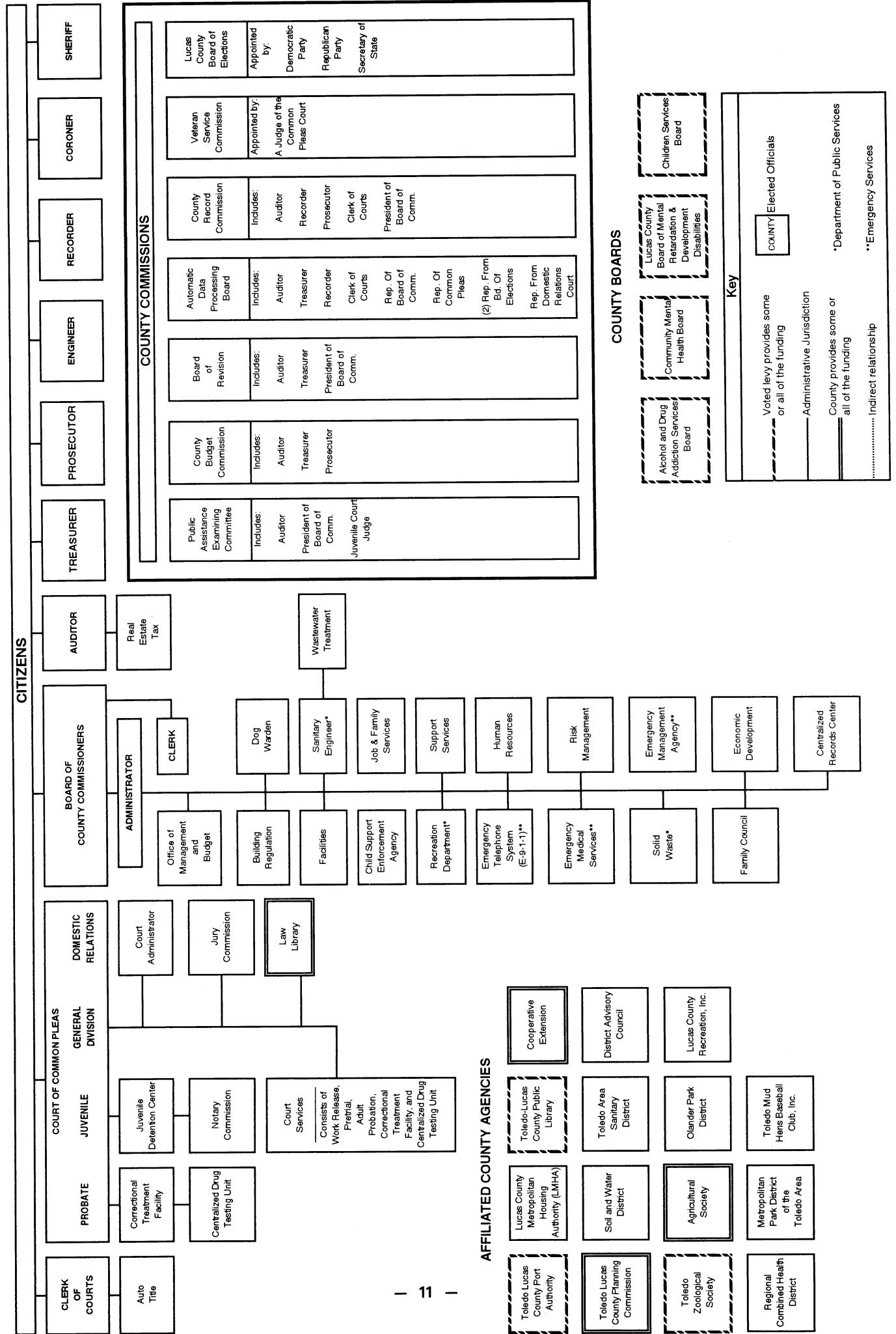
Administrators

<i>Larry A. Kaczala</i>	Auditor
<i>Bernie Quilter</i>	Clerk of Courts
<i>James R. Patrick</i>	Coroner
<i>Harry Barlos</i>	Commissioner (president)
<i>Maggie Thurber</i>	Commissioner
<i>Tina Skeldon Wozniak</i>	Commissioner
<i>Keith Earley</i>	County Engineer
<i>Julia R. Bates</i>	Prosecutor
<i>Sue J. Rioux</i>	Recorder
<i>James A. Telb</i>	Sheriff
<i>Ray T. Kest</i>	Treasurer

Judges

<i>James D. Bates</i>	Common Pleas Court
<i>J. Ronald Bowman</i>	Common Pleas Court
<i>Robert G. Christiansen</i>	Common Pleas Court
<i>Charles J. Doneghy</i>	Common Pleas Court
<i>Patrick J. Foley</i>	Common Pleas Court
<i>Ruth Ann Franks</i>	Common Pleas Court
<i>James D. Jensen</i>	Common Pleas Court
<i>Frederick H. McDonald</i>	Common Pleas Court
<i>William J. Skow</i>	Common Pleas Court
<i>Charles S. Wittenberg</i>	Common Pleas Court
<i>David E. Lewandowski</i>	Domestic Relations Court
<i>Norman G. Zimmelman</i>	Domestic Relations Court
<i>James A. Ray</i>	Juvenile Court
<i>Lynn Schaefer</i>	Juvenile Court
<i>Jack R. Puffenberger</i>	Probate Court
<i>Peter M. Handwork</i>	Sixth District Court of Appeals
<i>Richard W. Knepper</i>	Sixth District Court of Appeals
<i>Judith A. Lanzinger</i>	Sixth District Court of Appeals
<i>Mark Pietrykowski</i>	Sixth District Court of Appeals
<i>Arlene Singer</i>	Sixth District Court of Appeals

COUNTY ORGANIZATION LUCAS COUNTY



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lucas County,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2002

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



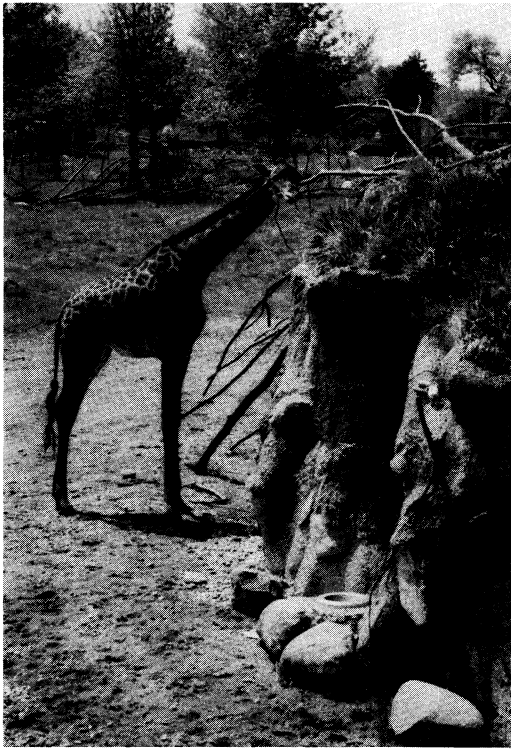
A handwritten signature in black ink, appearing to read "Edward Haney".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

Financial Section



On May 1, 2004, The Toledo Zoo had its grand opening of the "AFRICA". The 12 acre site contains three distinct and authentically constructed areas; a town, village, and the bush.

The free roaming 5 acre animal exhibit is home to the Masai giraffe, Grant's zebra, East African crowned cranes, Impala, Greater kudu, Abyssinian blue-winged geese, and several other species.



Visitors may enjoy the new Safari railway which offers majestic views as it encircles the animal exhibits, or the scenic overlook of the grasslands from the Karamu dining area.

The Toledo Zoo is supported by 2 county-wide property tax levies.

Report of Independent Auditors

Lucas County Board of Commissioners
Toledo, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based on the reports of the other auditors.

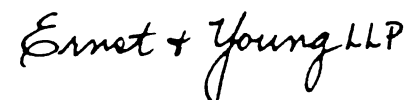
We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the discretely presented component units were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provides a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio, as of December 31, 2003, and the respective changes in financial position and the cash flows, where applicable, thereof and the respective budgetary comparison for the General, Job and Family Services, Board of Mental Retardation, and Children Services Board Funds for the year then ended in conformity with accounting principles generally accepted in the United States.

The management's discussion and analysis on pages 16 through 22 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries to management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 7, 2004 on our consideration of the County's internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



May 7, 2004

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2003
(Amounts in 000's)

The discussion and analysis of Lucas County's financial performance provides an overall review of the County's financial activities for the year ended December 31, 2003. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the transmittal letter, and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2003 are as follows:

- The assets of the County exceeded its liabilities at the close of the year ended December 31, 2003, by \$572,902 (net assets). Of this amount, \$313,530 may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net assets increased by \$13,487, which is 2.5% of the net assets at the beginning of the year 2003.
- At the end of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$161,165, an increase of \$5.2 million from the prior year. Of this amount, \$117,485 is available for spending (unreserved fund balance) on behalf of its citizens.
- At the end of the current year, unreserved fund balance for the general fund was \$35,678, which represents a decrease of less than 1% from the prior year, and represents 34% of total general fund expenditures.
- Lucas County's total debt decreased by \$5,636 during the current year. The key factor for this decrease was a net reduction of \$5.3 million in the retirement and issuance of various purpose improvement notes.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Lucas County as a financial whole or as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial conditions.

The County's basic financial statements comprise three components: 1) County-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

County - Wide Financial Statements

The County-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Assets and the Statement of Activities.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The statement of activities presents information showing how the County's net assets changed during the current year. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net assets and the change in those assets. This change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets will also need to be evaluated.

In the Statement of Net Assets and the Statement of Activities, the County is divided into three kinds of activities:

- ♦ Governmental Activities-Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of our Water and Sewer funds and Wastewater Treatment.

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2003
(Amounts in 000's)

- ◆ **Business-Type Activities-** These services have a charge based upon the amount of usage. The County charges fees to recoup the cost of the entire operation of our Water and Sewer and Wastewater Treatment Plants as well as all capital expenses associated with these facilities.
- ◆ **Component Units-** The County includes financial data of the Toledo MudHens Baseball Club, Inc., Lott Industries, Inc., and Preferred Properties, Inc.,. These component units are described in Note A of the Notes to the Financial Statements. The component units are separate and may buy, sell lease and mortgage property in their own name and can sue or be sued in their own name.

The County-wide Financial Statements can be found on pages 23 - 25 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restriction on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. In the case of Lucas County, our major funds are the General, Children Services Board, Board of Mental Retardation, Job and Family Services, Capital Improvements, Debt Service, Water Supply System, Sewer System, and Wastewater Treatment.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the Government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such

information may be useful in evaluating government's near-term financing requirements.

Because the focus of governmental funds is narrower than the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 26 - 36 of this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds: The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Water and Sewer and Wastewater Treatment operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance programs, vehicle maintenance, telephone system, central supplies, and worker's compensation programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included with governmental activities in the County-wide financial statements. The proprietary fund financial statements can

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be found on pages 38 - 45 of this report.

Fiduciary Funds: Are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statement can be found on page 46 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the County-wide and fund financial statements. The notes to the financial statements can be found on pages 50 - 77 of this report.

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which can be found on pages 80 - 173 of this report.

County-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. In the case of the County, assets exceeded liabilities by \$572,902 (\$483,036 in governmental activities and \$89,866 in business type activities) as of December 31, 2003. This is an increase of \$10,903 (2.3%) for governmental activities, and \$2,584 (3.0%) for business type activities. By far, the largest portion of the County's net assets (64%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
Net Assets
Governmental
Activities

Assets	Governmental Activities		Business-Type Activities		Total	
	2003	2002	2003	2002	2003	2002
Current and other assets.	\$369,845	\$375,062	\$17,585	\$17,095	\$387,430	\$392,1577
Capital assets, net	<u>274,242</u>	<u>278,844</u>	<u>91,858</u>	<u>91,095</u>	<u>366,100</u>	<u>369,939</u>
Total Assets	<u>644,087</u>	<u>653,906</u>	<u>109,443</u>	<u>108,190</u>	<u>753,530</u>	<u>762,096</u>
Liabilities						
Current and other liabilities	(54,463)	(70,410)	(838)	(1,308)	(55,301)	(71,718)
Long-term liabilities due within one year.	(11,814)	(12,870)	(703)	(646)	(12,517)	(13,516)
Long-term liabilities due in more than one year	<u>(94,774)</u>	<u>(98,493)</u>	<u>(18,036)</u>	<u>(18,954)</u>	<u>(112,810)</u>	<u>(117,447)</u>
Total liabilities	<u>(161,051)</u>	<u>(181,773)</u>	<u>(19,577)</u>	<u>(20,908)</u>	<u>(180,628)</u>	<u>(202,681)</u>
Net Assets						
Invested in capital assets, net of debt	167,654	160,498	73,119	71,495	240,773	231,993
Restricted:						
Capital projects	2,057	554	-	-	2,057	554
Debt service	16,542	12,907	-	-	16,542	12,907
Unrestricted	<u>296,783</u>	<u>298,174</u>	<u>16,747</u>	<u>15,787</u>	<u>313,530</u>	<u>313,961</u>
Total Net Assets.	<u>\$483,036</u>	<u>\$472,133</u>	<u>\$89,866</u>	<u>\$87,282</u>	<u>\$572,902</u>	<u>\$559,415</u>

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An additional portion of the County's net assets (3.2%) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets (\$313,530) may be used to meet the County's ongoing obligations to citizens and creditors.

As of December 31, 2003, the County is able to report positive balances in both the governmental and business - type activities of \$483,036 and \$89,866 respectively. Table 2 (on following page) provides a summary of the changes in net assets for the year ended December 31, 2003.

Governmental Activities

Human Services accounts for \$119,365 of the \$433,820 total expenses for governmental activities, or 27% of total expenses. This is an increase of 7.2% over last year. The next largest program is Health, accounting for \$89,542 which represents 21% of total governmental expenses. This is a decrease of 3% from last year.

Tax revenue accounts for \$180,161 of the \$433,589 total revenue for governmental activity, or 42% of total revenue. Operating grants was the largest program revenue accounting for \$175,913, or 41% of total governmental revenue. These are decreases of 4.6% and 6.0% respectively. The major recipients of intergovernmental revenue were Job and Family Services, receiving \$65,010, and Children Services Board, receiving \$18,787.

The County's direct charges to users of governmental services made up \$26,507 or 6.0% of total governmental revenue. These charges are for fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licences and permits associated with building inspectors. The revenue for these charges increased by 5.5% over last year.

Business- type Activities

The net assets for the business - type activities for the County increased by \$2,584 during the year 2003. Major revenue sources were charges for service of \$12,646 and capital contributions of \$4,318 that resulted from assessment on construction projects. Charges for services increased by 0.9%, and capital contributions decrease by 8.7%.

Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal years.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$35,678, while total fund balance reached \$36,370. This is a decrease of 0.9% and 3.2%, respectively. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 33.6 percent to total general fund expenditures, while total fund balance represents 34.2 percent of that same amount.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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Table 2
Changes in Net Assets

	Governmental Activities		Business- Type Activities		Total	
Revenues	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Program Revenues:						
Charges for services	\$ 26,507	\$25,137	\$ 12,646	\$12,534	\$39,153	\$37,671
Operating grants and contributions	175,913	187,212	1,575	1,785	177,488	188,997
Capital grants and contributions	1,839	734	-	-	1,839	734
General Revenues:						
Taxes	180,161	188,833	-	-	180,161	188,833
Investment income.	4,124	8,468	-	-	4,124	8,468
Grants, contributions, and charges not restricted to specific programs.	7,541	1,482	4,318	4,728	11,859	6,210
Other.	<u>47,504</u>	<u>38,580</u>	<u>-</u>	<u>-</u>	<u>47,504</u>	<u>38,580</u>
<i>Total Revenues</i>	<u>443,589</u>	<u>450,446</u>	<u>18,539</u>	<u>19,047</u>	<u>462,128</u>	<u>469,493</u>
Program Expenses						
General Government:						
Legislative and executive	41,924	40,040	-	-	41,924	40,040
Judicial system	54,861	54,451	-	-	54,861	54,451
Public safety.	59,439	57,112	-	-	59,439	57,112
Public works	35,167	27,746	-	-	35,167	27,746
Health	89,542	92,265	-	-	89,542	92,265
Human services	119,365	111,321	-	-	119,365	111,321
Conservation and recreation	8,950	6,052	-	-	8,950	6,052
Miscellaneous	18,732	15,831	-	-	18,732	15,831
Interest and fiscal charges	5,840	6,810	-	-	5,840	6,810
Sanitary engineer	-	-	4,005	3,751	4,005	3,751
Water supply system	-	-	2,511	2,369	2,511	2,369
Wastewater treatment	-	-	4,339	3,869	4,339	3,869
Sewer system	-	-	2,126	2,182	2,126	2,182
Solid waste	-	-	1,730	1,754	1,730	1,754
Parking facilities	<u>-</u>	<u>-</u>	<u>110</u>	<u>100</u>	<u>110</u>	<u>100</u>
<i>Total Expenses</i>	<u>433,820</u>	<u>411,628</u>	<u>14,821</u>	<u>14,025</u>	<u>448,641</u>	<u>425,653</u>
Increase in Net Assets before Transfers .	9,769	38,818	3,718	5,022	13,487	43,840
Transfers	<u>1,134</u>	<u>95</u>	<u>(1,134)</u>	<u>(95)</u>	<u>-</u>	<u>-</u>
Increase in Net Assets	10,903	38,913	2,584	4,927	13,487	43,840
Net Assets-beginning	<u>472,133</u>	<u>433,220</u>	<u>87,282</u>	<u>82,355</u>	<u>559,415</u>	<u>515,575</u>
Net Assets-ending	<u>\$483,036</u>	<u>\$472,133</u>	<u>\$89,866</u>	<u>\$87,282</u>	<u>\$572,902</u>	<u>\$559,415</u>

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The fund balance of the County's general fund decreased by \$1,194 during the current fiscal year. Key factors in this reduction are as follows:

- Total revenues decreased by \$4.5 million. A decrease in investment income of \$4.3 million, and intergovernmental revenue of \$1.6 million was offset by an increase in miscellaneous income of \$1.2 million
- A decrease of \$3.5 million in transfers from the general fund to other funds compensated for an increase in total expenditures of \$1.7 million.

The debt service fund has a total fund balance of \$16.5 million, all of which is reserved for the payment of debt service. The net increase in fund balance during the current year in the debt service fund was \$3.6 million. This is primarily due to additional transfers from the general fund.

The other major governmental funds of the County are Children Services Board, Board of Mental Retardation and Developmental Disabilities, and Job and Family Services.

The fund balance of the Children Services Board increased \$1.9 million to \$34.5 million. The increase is due to an increase in intergovernmental revenue of \$3.2 million primarily from the State of Ohio.

The fund balance of the Board of Mental Retardation increased \$4.3 million to 12 million. The increase is due to a new tax levy that was collected beginning in 2003.

The fund balance of Job and Family Services decreased by \$6.8 million to \$2.4 million. The decrease is due to expenditures increasing more than state revenue due to the timing of the grantor agency whose fiscal year does not coincide with the County's calendar year.

Enterprise funds. The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Water Supply System at the end of the year amounted to \$2.8 million, those for the Wastewater Treatment Plant amounted to \$4.5 million, and for the Sewer System was \$3.3 million. The total growth in net assets for these were \$0.2 million, \$0.4 million and a decrease \$.1 million respectively. Other factors concerning the finances of these two funds have

already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights.

Differences between the original budget and the final amended budget was \$4 million. This was due to decrease in sales tax and investment income due to a sluggish economy. Current appropriations were decreased accordingly.

Capital Assets and Debt Administration

Capital assets. The County's capital assets for its governmental and business type activities as of December 31, 2003, amounts to \$366.1 million (net of accumulated depreciation). This investment in capital asset includes land, buildings structures and improvements, furniture, fixtures equipment, and infrastructure. The total decrease in the County's capital assets for the current fiscal year was 1.0 percent (a 1.7 percent decrease for governmental activities and a 0.8 percent increase for business-type activities.)

Major capital asset events during the current fiscal year included the following:

- Completed construction of a \$6 million Court of Appeals building.
- Completed a \$1.1 million imaging project for the County Recorders's Office.
- Completed \$2.6 million in infrastructure projects, with \$10.9 million remaining in construction in progress
- Invested an additional \$2.1 million in a new Payroll/Human resource system, totaling \$6.8 million

Additional information on the County's capital assets can be found in Note F.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$82.9 million. Of this amount, \$50.5 million comprises debt backed by the full faith and credit of the government and \$13.4 million is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remaining \$19 million is non-tax revenue bonds. The County also had

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outstanding \$20.6 million of Ohio Water Development Authority (OWDA) loans and \$3.0 million Ohio Public Works Commission (OPWC) loans.

The County's total bonded debt decreased by \$2.7 million during the current fiscal year. This was due to required debt service payments offset by a bond issue of \$1 million for special assessments, and \$6.2 million for the Court of Appeals Building.

The County maintains an "A+" rating from Standard & Poor's and Fitch and an "A1" rating from Moody's for general obligation debt. The bonds for the baseball stadium have been rated "A2" by Moody's, "A" by Standard and Poor's, and "A+" by Fitch.

State statutes limit the amount of unvoted general obligation debt the County may issue to one percent of its total assessed valuation. The current debt limitation for Lucas County is \$51.2, which is significantly in excess of the County's outstanding unvoted general obligation debt.

Additional information on the County's long-term debt can be found in Note H.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 7.8 percent, which is a increase from the rate of 6.9 percent a year ago. The state average unemployment rate was 6.1, and the national average was 6.0.
- Inflationary trends in the region compare favorably to national indices.

These factors were considered in preparing the County's budget for the 2004 fiscal year.

At the end of the current fiscal year, unreserved fund balance in the general fund was \$35,678. The County

has prepared a budget for 2004 appropriating only \$3.3 million of the unreserved balance. The County prepared a balanced budget for 2004, by reducing appropriations, without an increase in taxes or an increase in rates in the enterprise funds.

Request for Information

This financial report is designed to provide a general overview of Lucas County's finances for all those with an interest in the governments' finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to:

Larry A. Kaczala, Lucas County Auditor
One Government Center
Suite 600
Toledo, OH 43604-2255

LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
DECEMBER 31, 2003
(Amounts in 000's)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Pooled cash and cash equivalents	\$ 19,339	\$ 1,291	\$ 20,630	\$ 2,871
Pooled investments	183,897	11,833	195,730	6,265
Receivables (net of allowance for uncollectibles)	141,361	4,439	145,800	1,444
Due from other funds	2	(2)	-	-
Due from other governments	24,472	-	24,472	-
Prepaid expenses	-	-	-	196
Inventory of materials and supplies	774	24	798	430
Capital assets not being depreciated	28,365	402	28,767	1,296
Capital assets being depreciated (net)	245,877	91,456	337,333	14,370
Total assets	644,087	109,443	753,530	26,872
Liabilities:				
Accounts payable	14,069	340	14,409	2,284
Accrued wages and benefits	19,950	498	20,448	458
Due to other governments	1,847	-	1,847	-
Matured bonds payable	16	-	16	-
Matured interest payable	18	-	18	-
Deferred revenue	-	-	-	516
Claims payable	8,148	-	8,148	-
Notes payable	10,415	-	10,415	27
Long-term liabilities				
Due within one year	11,814	703	12,517	160
Due in more than one year	94,774	18,036	112,810	6,893
Total liabilities	161,051	19,577	180,628	10,338
Net assets:				
Invested in capital assets, net of related debt	167,654	73,119	240,773	-
Restricted for:				
Capital projects	2,057	-	2,057	-
Debt service	16,542	-	16,542	-
Unrestricted	296,783	16,747	313,530	16,534
Total net assets	\$ 483,036	\$ 89,866	\$ 572,902	\$ 16,534

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government -				
Legislative and executive.....	\$ 41,924	\$ 19,770	\$ 4,356	\$ -
Judicial.....	54,861	3,894	15,314	889
Public safety.....	59,439	853	10,448	
Public works.....	35,167	191	15,242	700
Health.....	89,542	1,491	48,183	
Human services.....	119,365		82,254	
Conservation and recreation.....	8,950	308	116	250
Miscellaneous.....	18,732			
Interest and fiscal charges.....	5,840			
Total governmental activities.....	433,820	26,507	175,913	1,839
Business-type activities:				
Sanitary engineer.....	4,005	3,951	146	
Water supply	2,511	840	225	
Wastewater treatment.....	4,339	5,025	-	
Sewer.....	2,126	625	1,204	
Solid waste.....	1,730	1,908	-	
Parking facilities.....	110	297	-	
Total business-type activities.....	14,821	12,646	1,575	-
Total primary government.....	\$ 448,641	\$ 39,153	\$ 177,488	\$ 1,839
Component Units:				
Lott Industries.....	\$ 12,490	\$ 5,803	\$ 7,005	\$ -
Preferred Properties.....	982	432	774	
Toledo Mud Hens.....	8,328	3,771		
Total component units.....	\$ 21,800	\$ 10,006	\$ 7,779	\$ -

General Revenues:

Property Tax.....
Sales Tax.....
Other Tax.....
Charges for services not restricted to specific programs.....
Intergovernmental revenue not restricted to specific programs.....
Investment Income.....
Miscellaneous.....
Capital contributions not restricted to specific programs.....
Transfers.....
Total general revenues and transfers.....
Changes in net assets.....
Net assets - beginning.....
Net assets - ending.....

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Primary Government		Total	Component Units
Governmental Activities	Business-type Activities		
\$ (17,798)	\$ -	\$ (17,798)	\$ -
(34,764)		(34,764)	
(48,138)		(48,138)	
(19,034)		(19,034)	
(39,868)		(39,868)	
(37,111)		(37,111)	
(8,276)		(8,276)	
(18,732)		(18,732)	
(5,840)		(5,840)	
(229,561)	-	(229,561)	-

	92	92	
	(1,446)	(1,446)	
	686	686	
	(297)	(297)	
	178	178	
	187	187	
-	(600)	(600)	-
(229,561)	(600)	(230,161)	-

			318
			224
			(4,557)
-	-	-	(4,015)

.....	106,578		106,578	
.....	67,087		67,087	
.....	6,496		6,496	
.....	33		33	
.....	7,508		7,508	
.....	4,124		4,124	
.....	47,504		47,504	5,103
.....	-	4,318	4,318	
.....	1,134	(1,134)	-	
	240,464	3,184	243,648	5,103
	10,903	2,584	13,487	1,088
.....	472,133	87,282	559,415	15,446
.....	\$ 483,036	\$ 89,866	\$ 572,902	\$ 16,534

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2003
(Amounts in 000's)**

	General	Children Services Board	Board of Mental Retardation	Job and Family Services
Assets:				
Pooled cash and cash equivalents	\$ 2,502	\$ 3,240	\$ 1,153	\$ 735
Pooled investments	23,315	29,721	10,576	6,740
Receivables (net of allowance for uncollectibles)				
Taxes	35,800	19,321	33,776	-
Accounts	373	26	-	-
Special assessments	2	-	-	-
Accrued interest	732	-	-	-
Loans	-	-	-	-
Due from other governments	6,395	4,437	3,298	12
Inventory: materials and supplies	-	-	-	-
Total assets	<u>\$ 69,119</u>	<u>\$ 56,745</u>	<u>\$ 48,803</u>	<u>\$ 7,487</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 1,565	\$ 1,414	\$ 453	\$ 4,656
Accrued wages and benefits	1,392	379	582	414
Due to other funds	50	3	-	-
Due to other governments	1,847	-	-	-
Deferred revenue	27,895	20,420	35,804	-
Matured bonds payable	-	-	-	-
Matured interest payable	-	-	-	-
Notes payable	-	-	-	-
Total liabilities	<u>32,749</u>	<u>22,216</u>	<u>36,839</u>	<u>5,070</u>
Fund balances:				
Reserved for:				
Encumbrances	692	1,069	1,802	2,630
Inventory	-	-	-	-
Loans receivable	-	-	-	-
Debt service	-	-	-	-
Unreserved (deficit), reported in:				
General fund	35,678	-	-	-
Special revenue funds	-	33,460	10,162	(213)
Capital projects funds	-	-	-	-
Total fund balances	<u>36,370</u>	<u>34,529</u>	<u>11,964</u>	<u>2,417</u>
Total liabilities and fund balances	<u>\$ 69,119</u>	<u>\$ 56,745</u>	<u>\$ 48,803</u>	<u>\$ 7,487</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Capital Improvements</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,927	\$ 1,448	\$ 4,596	\$ 15,601
17,679	13,283	48,289	149,603
-	-	29,787	118,684
-	-	255	654
-	21,200	-	21,202
-	-	-	732
-	-	77	77
49	1,739	8,542	24,472
-	-	466	466
<u>\$ 19,655</u>	<u>\$ 37,670</u>	<u>\$ 92,012</u>	<u>\$ 331,491</u>

\$ 811	\$ -	\$ 4,762	\$ 13,661
-	-	597	3,364
-	-	15	68
-	-	-	1,847
-	21,094	35,724	140,937
-	16	-	16
-	18	-	18
10,415	-	-	10,415
<u>11,226</u>	<u>21,128</u>	<u>41,098</u>	<u>170,326</u>

6,557	-	13,845	26,595
-	-	466	466
-	-	77	77
-	16,542	-	16,542
-	-	-	35,678
-	-	36,341	79,750
1,872	-	185	2,057
<u>8,429</u>	<u>16,542</u>	<u>50,914</u>	<u>161,165</u>
<u>\$ 19,655</u>	<u>\$ 37,670</u>	<u>\$ 92,012</u>	<u>\$ 331,491</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2003
(Amounts in 000's)

Total governmental fund balances	\$ 161,165
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	274,241
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. (less 168 net capital assets included above as capital assets used in governmental activities.)	29,604
Long-term assets are not available to pay for current period expenditures and therefore deferred in the funds.	140,937
Long term liabilities, including bonds payable, OWDA loans, OPWC loans, capital leases, compensated absences, and landfill obligation are not due and payable in the current period and therefore are not reported in the funds.	<u>(122,911)</u>
Net assets of governmental activities	<u><u>\$ 483,036</u></u>

The Notes to the Financial Statements are an integral part of this statement.

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LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	General	Children Services Board	Board of Mental Retardation
Revenues:			
Taxes	\$ 86,932	\$ 19,235	\$ 32,439
Charges for services	13,178	-	-
Licenses and permits	54	-	-
Fines and forfeits	518	-	-
Special assessments	25	-	-
Intergovernmental revenue	19,398	18,787	3,490
Investment income	4,016	-	-
Miscellaneous revenue	4,247	3,939	8,865
Total revenues	<u>128,368</u>	<u>41,961</u>	<u>44,794</u>
Expenditures:			
Current:			
General government:			
Legislative and executive	25,153	-	-
Judicial	40,079	-	-
Public safety	36,374	-	-
Public works	245	-	-
Health	867	-	40,459
Human services	1,578	40,070	-
Conservation and recreation	1,470	-	-
Miscellaneous	471	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>106,237</u>	<u>40,070</u>	<u>40,459</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,131</u>	<u>1,891</u>	<u>4,335</u>
Other Financing Sources (Uses):			
OPWC loans	-	-	-
Bonds issued	-	-	-
Capital leases	52	-	-
Transfers in	-	-	-
Transfers out	(23,377)	-	-
Total other financing sources (uses)	<u>(23,325)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,194)	1,891	4,335
Fund balance at beginning of year	<u>37,564</u>	<u>32,638</u>	<u>7,629</u>
Fund balance at end of year	<u>\$ 36,370</u>	<u>\$ 34,529</u>	<u>\$ 11,964</u>

The Notes to the Financial Statements are an integral part of this statement.

Job and Family Services	Capital Improvements	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 5,303	\$ 32,521	\$ 176,430
-	-	-	12,631	25,809
-	-	-	-	54
-	-	-	159	677
-	302	1,436	-	1,763
65,010	902	-	77,014	184,601
-	-	-	-	4,016
3	8,720	5,695	16,035	47,504
<u>65,013</u>	<u>9,924</u>	<u>12,434</u>	<u>138,360</u>	<u>440,854</u>
-	-	-	10,865	36,018
-	-	-	14,603	54,682
-	-	-	20,663	57,037
-	-	-	16,583	16,828
-	-	-	47,623	88,949
74,947	-	-	3,707	120,302
-	-	-	7,406	8,876
-	-	1	18,332	18,804
-	18,878	-	5,900	24,778
-	-	12,319	-	12,319
-	237	5,602	-	5,839
<u>74,947</u>	<u>19,115</u>	<u>17,922</u>	<u>145,682</u>	<u>444,432</u>
<u>(9,934)</u>	<u>(9,191)</u>	<u>(5,488)</u>	<u>(7,322)</u>	<u>(3,578)</u>
-	-	-	441	441
-	7,250	-	-	7,250
-	-	-	8	60
3,060	2,084	9,123	10,841	25,108
(5)	-	-	(742)	(24,124)
<u>3,055</u>	<u>9,334</u>	<u>9,123</u>	<u>10,548</u>	<u>8,735</u>
(6,879)	143	3,635	3,226	5,157
<u>9,296</u>	<u>8,286</u>	<u>12,907</u>	<u>47,688</u>	<u>156,008</u>
<u>\$ 2,417</u>	<u>\$ 8,429</u>	<u>\$ 16,542</u>	<u>\$ 50,914</u>	<u>\$ 161,165</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ 5,157
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period.	(4,572)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,626
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.	4,568
Some expenses reported in the statement of activities do not require the use of financial resources and, therefore, are not reported as expenditures in governmental funds.	1,332
The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>1,792</u>
Change in net assets of governmental activities	<u><u>\$ 10,903</u></u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 88,104	\$ 86,904	\$ 86,575	\$ (329)
Charges for services.....	12,248	12,247	13,314	1,067
Licenses and permits.....	53	53	48	(5)
Fines and forfeits.....	559	559	519	(40)
Special assessments.....	13	13	24	11
Intergovernmental revenue.....	18,199	18,199	18,479	280
Investment income.....	9,895	7,095	6,390	(705)
Miscellaneous revenue.....	<u>2,677</u>	<u>2,678</u>	<u>4,271</u>	<u>1,593</u>
Total revenues.....	131,748	127,748	129,620	1,872
Expenditures:				
Current:				
General government:				
Legislative and executive.....	30,032	28,086	27,294	792
Judicial.....	41,267	40,778	40,452	326
Public safety.....	38,892	37,552	37,131	421
Public works.....	323	313	259	54
Health.....	1,186	987	847	140
Human services.....	1,563	1,636	1,568	68
Conservation and recreation.....	1,482	1,573	1,470	103
Miscellaneous.....	<u>2,909</u>	<u>3,185</u>	<u>2,120</u>	<u>1,065</u>
Total expenditures.....	<u>117,654</u>	<u>114,110</u>	<u>111,141</u>	<u>2,969</u>
Excess of revenues over (under) expenditures	14,094	13,638	18,479	4,841
Other financing sources (uses):				
Operating transfers in.....	2,000	2,000	-	(2,000)
Operating transfers (out).....	<u>(21,948)</u>	<u>(28,153)</u>	<u>(22,062)</u>	<u>6,091</u>
Total other financing sources (uses).....	<u>(19,948)</u>	<u>(26,153)</u>	<u>(22,062)</u>	<u>4,091</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	(5,854)	(12,515)	(3,583)	8,932
Fund balance at beginning of year.....	25,040	25,040	25,040	-
Prior year encumbrances appropriated.....	<u>2,336</u>	<u>2,336</u>	<u>2,336</u>	-
Fund balance at end of year.....	<u>\$ 21,522</u>	<u>\$ 14,861</u>	<u>\$ 23,793</u>	<u>\$ 8,932</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILDREN SERVICES BOARD - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes.....	\$ 19,426	\$ 19,427	\$ 19,263	\$ (164)
Intergovernmental revenue.....	15,492	15,492	15,690	198
Miscellaneous revenue.....	3,335	3,335	3,976	641
<i>Total revenue.....</i>	<i>38,253</i>	<i>38,254</i>	<i>38,929</i>	<i>675</i>
Expenditures:				
Current:				
Human services				
Personal services	21,771	21,804	21,279	525
Materials and supplies	1,105	1,105	982	123
Charges and services	19,150	19,116	18,355	761
Capital outlay and equipment	891	891	548	343
<i>Total expenditures.....</i>	<i>42,917</i>	<i>42,916</i>	<i>41,164</i>	<i>1,752</i>
<i>Excess of revenues over (under) expenditures.....</i>	<i>(4,664)</i>	<i>(4,662)</i>	<i>(2,235)</i>	<i>2,427</i>
Fund balance at beginning of year.....	32,211	32,211	32,211	-
Prior year encumbrances appropriated.....	1,214	1,214	1,214	-
Fund balance at end of year.....	<u>\$ 28,761</u>	<u>\$ 28,763</u>	<u>\$ 31,190</u>	<u>\$ 2,427</u>

The Notes to the Financial Statements are an Integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOARD OF MENTAL RETARDATION - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget-</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes.....	\$ 32,486	\$ 32,486	\$ 32,468	\$ (18)
Charges for services.....	65	65	-	(65)
Intergovernmental revenue.....	4,016	4,016	4,185	169
Miscellaneous revenue.....	6,188	6,188	7,452	1,264
<i>Total revenue.....</i>	<i>42,755</i>	<i>42,755</i>	<i>44,105</i>	<i>1,350</i>
Expenditures:				
Current:				
Health				
Personal services	35,926	35,926	34,669	1,257
Materials and supplies	1,527	1,527	1,051	476
Charges and services	10,422	10,422	7,848	2,574
Capital outlay and equipment	1,013	1,013	665	348
<i>Total expenditures.....</i>	<i>48,888</i>	<i>48,888</i>	<i>44,233</i>	<i>4,655</i>
<i>Excess of revenues over (under) expenditures.....</i>	<i>(6,133)</i>	<i>(6,133)</i>	<i>(128)</i>	<i>6,005</i>
Fund balance at beginning of year.....	5,727	5,727	5,727	-
Prior year encumbrances appropriated.....	3,024	3,024	3,024	-
Fund balance at end of year.....	<u>\$ 2,618</u>	<u>\$ 2,618</u>	<u>\$ 8,623</u>	<u>\$ 6,005</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JOB AND FAMILY SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Miscellaneous revenue.....	\$ -	\$ -	\$ 3	\$ 3
Intergovernmental revenue.....	71,540	71,540	66,194	(5,346)
<i>Total revenue.....</i>	<i>71,540</i>	<i>71,540</i>	<i>66,197</i>	<i>(5,343)</i>
Expenditures:				
Current:				
Human services				
Personal services.....	24,839	30,928	30,450	478
Materials and supplies.....	560	529	480	49
Charges and services.....	49,678	50,392	48,393	1,999
Capital outlay and equipment.....	199	428	421	7
<i>Total expenditures.....</i>	<i>75,276</i>	<i>82,277</i>	<i>79,744</i>	<i>2,533</i>
<i>Excess of revenues over (under) expenditures.....</i>	<i>(3,736)</i>	<i>(10,737)</i>	<i>(13,547)</i>	<i>(2,810)</i>
Other financing sources:				
Operating transfers in.....	3,210	3,210	3,061	(149)
<i>Total other financing sources.....</i>	<i>3,210</i>	<i>3,210</i>	<i>3,061</i>	<i>(149)</i>
<i>Excess of revenues and other financing sources</i>				
<i>over (under) expenditures.....</i>	<i>(526)</i>	<i>(7,527)</i>	<i>(10,486)</i>	<i>(2,959)</i>
Fund balance at beginning of year.....	13,391	13,391	13,391	-
Prior year encumbrances appropriated.....	761	761	761	-
Fund balance at end of year.....	<u>\$ 13,626</u>	<u>\$ 6,625</u>	<u>\$ 3,666</u>	<u>\$ (2,959)</u>

The Notes to the Financial Statements are an integral part of this statement.

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LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2003
(Amounts in 000's)

	Business-type Activities - Enterprise		
	Water Supply System	Wastewater Treatment	Sewer System
Assets:			
Current assets:			
Pooled cash and cash equivalents.....	\$ 235	\$ 308	\$ 268
Pooled investments.....	2,150	2,826	2,462
Receivables (net of allowances for uncollectables).....	504	1,688	562
Due from other funds.....	-	-	-
Inventory: materials and supplies.....	-	24	-
Total current assets.....	<u>2,889</u>	<u>4,846</u>	<u>3,292</u>
Noncurrent assets - capital assets:			
Land.....	200	39	10
Land improvements.....	58,047	-	61,113
Buildings, structures, and improvements.....	2,839	17,442	-
Furniture, fixtures, and equipment.....	1,641	9,285	-
Less accumulated depreciation.....	(23,971)	(13,410)	(24,128)
Total noncurrent assets.....	<u>38,756</u>	<u>13,356</u>	<u>36,995</u>
Total assets.....	<u>\$ 41,645</u>	<u>\$ 18,202</u>	<u>\$ 40,287</u>
Liabilities:			
Current liabilities:			
Accounts payable.....	\$ 29	\$ 207	\$ 11
Accrued wages and benefits.....	-	132	-
Due to other funds.....	-	-	-
Claims payable - current.....	-	-	-
Current portion of long-term debt.....	148	409	114
Total current liabilities.....	<u>177</u>	<u>748</u>	<u>125</u>
Noncurrent liabilities:			
Obligations under capital leases.....	-	-	-
OWDA loans payable.....	4,907	9,269	2,413
Claims payable - noncurrent.....	-	-	-
OPWC loans payable.....	-	178	-
Total noncurrent liabilities.....	<u>4,907</u>	<u>9,447</u>	<u>2,413</u>
Total liabilities.....	<u>5,084</u>	<u>10,195</u>	<u>2,538</u>
Net Assets:			
Invested in capital assets, net of related debt.....	33,701	3,500	34,468
Unrestricted.....	2,860	4,507	3,281
Total net assets.....	<u>36,561</u>	<u>8,007</u>	<u>37,749</u>
Total liabilities and net assets.....	<u>\$ 41,645</u>	<u>\$ 18,202</u>	<u>\$ 40,287</u>

The Notes to the Financial Statements are an integral part of this statement.

Funds		
Nonmajor		Governmental
Enterprise		Activities -
Funds	Total	Internal Service
		Funds
\$ 480	\$ 1,291	\$ 3,738
4,395	11,833	34,294
1,685	4,439	13
-	-	71
-	24	308
<u>6,560</u>	<u>17,587</u>	<u>38,424</u>
153	402	83
-	119,160	-
3,006	23,287	30
2,319	13,245	1,206
<u>(2,727)</u>	<u>(64,236)</u>	<u>(1,151)</u>
<u>2,751</u>	<u>91,858</u>	<u>168</u>
<u>\$ 9,311</u>	<u>\$ 109,445</u>	<u>\$ 38,592</u>
\$ 93	\$ 340	\$ 570
366	498	96
2	2	1
-	-	4,244
<u>32</u>	<u>703</u>	<u>-</u>
<u>493</u>	<u>1,543</u>	<u>4,911</u>
-	-	5
1,269	17,858	-
-	-	3,904
-	178	-
<u>1,269</u>	<u>18,036</u>	<u>3,909</u>
<u>1,762</u>	<u>19,579</u>	<u>8,820</u>
1,450	73,119	162
6,099	16,747	29,610
<u>7,549</u>	<u>89,866</u>	<u>29,772</u>
<u>\$ 9,311</u>	<u>\$ 109,445</u>	<u>\$ 38,592</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Business-type Activities - Enterprise		
	Water Supply System	Wastewater Treatment	Sewer System
Operating revenues:			
Charges for services.....	\$ 840	\$ 5,025	\$ 625
Miscellaneous.....	225	-	1,204
Total operating revenues.....	1,065	5,025	1,829
Operating expenses:			
Personal services.....	-	1,166	-
Contract services.....	317	1,331	343
Materials and supplies.....	18	325	-
Heat, light and power.....	363	447	103
Depreciation.....	1,507	457	1,506
Miscellaneous.....	-	-	1
Employee medical benefit.....	-	-	-
Total operating expenses.....	2,205	3,726	1,953
Operating income (loss).....	(1,140)	1,299	(124)
Nonoperating revenues (expenses):			
Interest income.....	-	-	-
Loss on disposal of fixed assets.....	-	-	-
Interest and fiscal charges.....	(306)	(613)	(173)
Total nonoperating revenues (expenses).....	(306)	(613)	(173)
Income (loss) before contributions and operating transfers.....	(1,446)	686	(297)
Capital contributions.....	2,291	-	2,027
Transfer in.....	-	-	-
Transfer out.....	-	-	(1,134)
Change in net assets.....	845	686	596
Net assets at beginning of year.....	35,716	7,321	37,153
Net assets at end of year.....	\$ 36,561	\$ 8,007	\$ 37,749

The Notes to the Financial Statements are an integral part of this statement.

Funds			Governmental
Nonmajor			Activities -
Enterprise			Internal Service
Funds	Total		Funds
\$ 6,156	\$ 12,646	\$ 35,421	
146	1,575	202	
6,302	14,221	35,623	
3,549	4,715	1,290	
1,534	3,525	3,187	
298	641	934	
40	953	-	
290	3,760	57	
49	50	47	
-	-	28,573	
5,760	13,644	34,088	
542	577	1,535	
-	-	108	
(5)	(5)	-	
(80)	(1,172)	(1)	
(85)	(1,177)	107	
457	(600)	1,642	
-	4,318	-	
-	-	150	
-	(1,134)	-	
457	2,584	1,792	
7,092	87,282	27,980	
\$ 7,549	\$ 89,866	\$ 29,772	

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Business-Type Activities - Enterprise Funds		
	Water Supply System	Waste- Water Treatment	Sewer System
Cash flows from operating activities:			
Cash received from customers.....	\$ 1,106	\$ 4,724	\$ 1,761
Cash paid to suppliers.....	(732)	(2,184)	(598)
Cash paid to employees.....	-	(1,218)	-
Net cash provided by operating activities.....	374	1,322	1,163
Cash flows from noncapital financing activities:			
Transfers out.....	-	-	(1,134)
Net cash provided by (used in) noncapital financing activities.....	-	-	(1,134)
Cash flows from capital and related financing activities:			
Proceeds of loan.....	478	-	-
Principal payments - OWDA loans.....	(264)	(776)	(191)
Principal payments - OPWC loans.....	-	(14)	(32)
Purchase of capital assets.....	-	-	-
Interest paid.....	(306)	(613)	(173)
Net cash used in capital and related financing activities.....	(92)	(1,403)	(396)
Cash flows from investing activities:			
Proceeds from sales of investments.....	1,781	3,183	3,328
Payments for investments.....	(1,996)	(3,051)	(2,940)
Interest received.....	-	-	-
Net cash provided by (used in) investing activities...	(215)	132	388
Net increase in cash.....	67	51	21
Cash and cash equivalents, January 1.....	168	257	247
Cash and cash equivalents, December 31.....	<u>\$ 235</u>	<u>\$ 308</u>	<u>\$ 268</u>

The Notes to the Financial Statements are an integral part of this statement.

Nonmajor Enterprise Funds	Total	Governmental Activities Internal Service Funds
\$ 6,325	\$ 13,916	\$ 35,740
(1,960)	(5,474)	(31,887)
(3,677)	(4,895)	(1,374)
688	3,547	2,479
-	(1,134)	150
-	(1,134)	150
-	-	-
(64)	(1,295)	-
-	(46)	-
(208)	(208)	(34)
(80)	(1,172)	(1)
(352)	(2,721)	(35)
4,090	12,382	34,799
(4,308)	(12,295)	(36,583)
-	-	108
(218)	87	(1,676)
118	257	918
362	1,034	2,820
<u>\$ 480</u>	<u>\$ 1,291</u>	<u>\$ 3,738</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by Operating Activities**

	Business-Type Activities	
	Water Supply System	Waste- Water Treatment
Operating income (loss).....	\$ (1,140)	\$ 1,299
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation expense.....	1,507	457
(Increase) decrease in operating assets:		
Accounts receivable.....	41	(301)
Due from other funds	-	-
Inventory	-	(7)
Increase (decrease) in operating liabilities:		
Accounts payable	(34)	(74)
Accrued wages and benefits.....	-	(52)
Due to other funds.....	-	-
Total adjustments.....	<u>1,514</u>	<u>23</u>
Net cash provided by operating activities.....	<u>\$ 374</u>	<u>\$ 1,322</u>

**Noncash capital and related
financing activities:**

Enterprise funds received approximately \$4.3 million of contributed fixed assets, approximately \$2.3 million to the Water Supply System, and \$2.0 million to the Sewer System.

The Notes to the Financial Statements are an integral part of this statement.

- Enterprise Funds		Governmental Activities - Internal Service Funds	
Sewer System	Nonmajor Enterprise Funds	Total	
\$ (124)	\$ 542	\$ 577	\$ 1,535
1,506	290	3,760	57
(68)	23	(305)	(1)
-	-	-	118
-	-	(7)	(191)
(151)	(31)	(290)	1045
-	(128)	(180)	(1)
-	(8)	(8)	(83)
<u>1,287</u>	<u>146</u>	<u>2,970</u>	<u>944</u>
<u>\$ 1,163</u>	<u>\$ 688</u>	<u>\$ 3,547</u>	<u>\$ 2,479</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2003
(Amounts in 000's)

	<u>Agency Funds</u>
Assets:	
Pooled cash and cash equivalents.....	\$ 26,373
Segregated cash accounts.....	8,815
Due from other governments.....	<u>14,734</u>
Total assets.....	<u><u>\$ 49,922</u></u>
 Liabilities:	
Unapportioned monies.....	\$ 24,518
Deposits held due to others.....	11,564
Payroll withholdings.....	3,061
Accounts payable.....	436
Accrued wages & benefits.....	7
Due to other governments.....	<u>10,336</u>
Total liabilities.....	<u><u>\$ 49,922</u></u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2003
(Amounts in 000's)

	Toledo Mud Hens Baseball Club, Inc.	Lott Industries Inc.	Preferred Properties Inc.	Total
Assets:				
Current assets-				
Pooled cash and cash equivalents.....	\$ 2,193	\$ 462	\$ 216	\$ 2,871
Pooled investments.....	195	6,070	-	6,265
Receivables (net of allowances for uncollectables) accounts.....	238	1,127	79	1,444
Prepaid expenses.....	107	35	54	196
Inventory: materials and supplies.....	251	179	-	430
Total current assets.....	<u>2,984</u>	<u>7,873</u>	<u>349</u>	<u>11,206</u>
Noncurrent assets-				
Property, plant and equipment-				
Land.....	-	188	944	1,132
Buildings, structures and improvements.....	-	8,643	5,891	14,534
Furniture, fixtures and equipment.....	2,017	4,101	148	6,266
Construction in progress.....	-	-	164	164
Less: accumulated depreciation.....	(484)	(4,661)	(1,285)	(6,430)
Total noncurrent assets.....	<u>1,533</u>	<u>8,271</u>	<u>5,862</u>	<u>15,666</u>
Total assets.....	<u>\$ 4,517</u>	<u>\$ 16,144</u>	<u>\$ 6,211</u>	<u>\$ 26,872</u>
Liabilities:				
Current liabilities-				
Accounts Payable.....	\$ 2,069	\$ 112	\$ 103	\$ 2,284
Accrued wages and benefits.....	187	271	-	458
Deferred revenue.....	516	-	-	516
Current portion of long-term debt.....	-	140	20	160
Total current liabilities.....	<u>2,772</u>	<u>523</u>	<u>123</u>	<u>3,418</u>
Noncurrent liabilities-				
Notes Payable.....	-	-	27	27
Bonds Payable.....	-	3,910	-	3,910
Other long term obligations.....	-	20	2,963	2,983
Total noncurrent liabilities.....	<u>-</u>	<u>3,930</u>	<u>2,990</u>	<u>6,920</u>
Total liabilities.....	<u>2,772</u>	<u>4,453</u>	<u>3,113</u>	<u>10,338</u>
Net Assets:				
Unrestricted.....	<u>1,745</u>	<u>11,691</u>	<u>3,098</u>	<u>16,534</u>
Total net assets.....	<u>\$ 1,745</u>	<u>\$ 11,691</u>	<u>\$ 3,098</u>	<u>\$ 16,534</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

Functions/Programs	Expenses	Program Revenues		Toledo Mud Hens Baseball Club inc.
		Charges for Services	Grants and Contributions	
Toledo Mud Hens Baseball Club				
Recreation	\$ 8,328	\$ 3,771	\$ -	\$ (4,557)
Lott Industries				
Health	12,490	5,803	7,005	-
Preferred Properties Inc.				
Health	982	432	774	-
Total component units.....	<u>\$ 21,800</u>	<u>\$ 10,006</u>	<u>\$ 7,779</u>	<u>\$ (4,557)</u>
General Revenues:				
Miscellaneous				4,857
Total general revenues				<u>4,857</u>
Changes in net assets				300
Net assets - beginning				1,445
Net assets - ending				<u>\$ 1,745</u>

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Lott Industries Inc.	Preferred Properties Inc.	Total
\$ -	\$ -	\$ (4,557)
318	-	318
-	224	224
<u>\$ 318</u>	<u>\$ 224</u>	<u>\$ (4,015)</u>
241	5	5,103
241	5	5,103
559	229	1,088
11,132	2,869	15,446
<u>\$ 11,691</u>	<u>\$ 3,098</u>	<u>16,534</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2003

Note A - Description of Lucas County and Basis of Presentation

The County: Lucas County is a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1835. The three member **Board of County Commissioners** is the legislative and executive body of the County. The **County Auditor** is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom are independent as set forth by Ohio law. These officials are: **Clerk of Courts, Coroner, Engineer, Prosecutor, Recorder, Sheriff, and Treasurer.** There are also ten **Common Pleas Court Judges, two Domestic Relations Court Judges, two Juvenile Court Judges, one Probate Court Judge** and five **Court of Appeals Judges** elected on a County-wide basis to oversee the County's judicial system.

The accompanying financial statements present the County (Primary Government) and its component units, which are legally separate organizations which the elected officials of the primary government are financially accountable. The financial data of the component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Blended component units, although legally separate entities, are, in substance, part of the government operations.

A discretely presented component unit is an entity that is legally separate from the County but for which the County is financially accountable, or its relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete.

The discretely presented component unit column in the combined financial statements include the County's component units. They are reported in a separate column to emphasize that they are legally separate from the county. A brief description of each component unit, and its relationships to the County follows:

Toledo Mud Hens Baseball Club, Inc. is organized to own, manage, and operate a professional baseball club. Upon dissolution, any remaining net assets become property of the Board of County Commissioners, and new

appointments to the board of directors requires concurrence of the Commissioners. The county receives rent from the Mud Hens to retire non-tax revenue bonds issued to finance the construction of the baseball stadium. The Mud Hens are reported on a fiscal year ending October 31. Complete financial statements of the component unit can be obtained from its administrative office at Fifth Third Field, 406 Washington St., Toledo, OH 43604.

Lott Industries, Inc., is a nonprofit organization affiliated with the Lucas County Board of Mental Retardation and Developmental Disabilities (LCBMR/DD), a special revenue fund of the County. It provides employment for individuals with mental retardation and developmental disabilities by obtaining work competitively from the private and public sectors. A majority of the board of the component unit is appointed by the LCBMR/DD. The LCBMR/DD pays the salaries of the administrative staff, which is a financial obligation of the County, and the component unit exists solely to provide service to the LCBMR/DD. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

Preferred Properties, Inc. and Affiliates is a not-for-profit corporation organized to provide affordable and accessible housing to persons with disabilities. One third of the board of the component unit is appointed by the LCBMR/DD. Funds for the purchase of housing are received from the LCBMR/DD which come from board funds and pass through of funds from Community Assistance Projects administered by the Ohio Department of Mental Retardation and Developmental Disabilities. This imposes a financial obligation on the County, and the component unit is fiscally dependent on the primary government. Preferred Properties, Inc. is reported on a fiscal year ending June 30. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2003

Note A - Description of Lucas County and Basis of Presentation (continued)

Community Living Options, Inc. was a non-profit corporation that provides residential assistance and support services to individuals with mental retardation and developmental disabilities. In the prior year, Community Living Options, Inc. was a discretely presented component unit of the County, however they discontinued operations during fiscal year 2003. Services provided by Community Living Options, Inc. in the past have been absorbed by the Lucas County Board of Mental Retardation and Developmental Disabilities. See **Note Q, Change in Reporting entity.**

In determining its reporting entity and component units, the County considered all potential component units, including the Lucas County Board of Health, Metropolitan Park District, Lucas County Soil and Water Conservation District, Lucas County Port Authority, Lucas County Improvement Corporation, Toledo Zoological Society, Toledo Area Sanitary District, Toledo Lucas County Public Library, Lucas County Board of Education and Toledo-Lucas County Convention and Visitors Bureau and concluded that such were neither component units nor related organizations of the County and that it would not be misleading to exclude their activities from the County's reporting entity.

Basis of Presentation: The County's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements: The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service funds is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the

County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the County's water and sewer function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements: During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting: The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note A - Description of Lucas County and Basis of Presentation (continued)

accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds: Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, use and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental funds assets and liabilities is reported as fund balance. The following are the County's major governmental funds.

- **General Fund:** This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The primary revenue sources are sales and use taxes, property taxes, state and local government fund receipts, investment earnings and charges for services.
- **Children Services Board Special Revenue Fund:** This fund accounts for County-wide property tax levy, state grants and reimbursements used for County child care programs.
- **Board of Mental Retardation Special Revenue Fund:** This fund accounts for a County-wide property tax levy, state grants and reimbursements used for care and services for the mentally handicapped and retarded.
- **Job and Family Services Special Revenue Fund:** This fund accounts for various federal and state grants and reimbursements as well as transfers from the General Fund used for human service programs.
- **Capital Improvements Capital Projects Fund:** This fund accounts for renovation and construction of County owned buildings and facilities, and construction of special assessment projects.
- **Debt Service Fund:** This fund accounts for revenues received and used to pay principal and interest on debt.

Proprietary Funds

- Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position

and cash flows. These funds are used to account for operations that provide services which are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes. The County reports the following major proprietary funds.

- **Water Supply System Enterprise Fund:** This fund accounts for the distribution of treated water to individuals and commercial users of Lucas County.
- **Sewer System Enterprise Fund:** This fund accounts for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.
- **Wastewater Treatment Enterprise Fund:** This fund accounts for wastewater treatment services provided to the Sanitary Engineer, cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Additionally the County reports which Internal Service Funds account for the goods or services provided by certain County departments to other County funds, departments and other governmental units, on a cost reimbursement basis.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Supply System, Wastewater Treatment Plant, and Sewer System, and of the County's internal service funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non operating revenues and expenses.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note A - Description of Lucas County and Basis of Presentation (continued)

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. The County only maintains agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds are primarily established to account for the collection of various taxes, as well as other intergovernmental resources that will be distributed to other taxing districts located within Lucas County.

Note B - Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with GAAP for local government units as prescribed in statements and interpretations issued by the GASB and other recognized authoritative sources. The County has elected not to apply FASB Statements and interpretations issued after November 30, 1989, to its enterprise fund activities.

Government-wide Financial Statements: The government-wide financial statements are prepared using the economic resources measurements focus. All assets and liabilities associated with the operation of the County are included on the Statement of Net Assets.

Fund Financial Statements: All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurements focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the governmental-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

Basis of Accounting: Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental Funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions: Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within thirty days of fiscal year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note K). Revenue from grants, entitlement and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note B - Summary of Significant Accounting Policies
(continued)

the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

Deferred Revenue: Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2003 but which were levied to finance fiscal year 2004 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures: On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Budgetary Information: Under Ohio law, the Board of County Commissioners must adopt an appropriations budget by January 1st of a given year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1st, for all funds except Agency Funds. Budgets are legally required for each organizational unit by object (personal services, materials

and supplies, charges for services, and capital outlays and equipment).

Each County department prepares a budget that is approved by the Board of County Commissioners. Modifications to the original budget within expenditure objects can be made by the budget manager in the Auditor's Office. The County maintains budgetary control within an organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations at the object level (the legal level of control). Unencumbered and unexpended appropriations lapse at year-end. Encumbered and unpaid appropriations (reserved for encumbrances) are carried forward to the next year as authority for expenditures.

The County's budgetary process accounts for certain transactions on a basis other than GAAP. The major difference between the budget basis and the GAAP basis are:

(1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).

(2) Expenditures are recorded when encumbered, or paid in cash (budget), as opposed to when susceptible to accrual (GAAP).

The actual results of operations, compared to the final appropriation, which include amendments to the original appropriation, for each fund type by expenditure function and revenue source are presented in the *Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual (non-GAAP Budgetary Basis)- All Governmental Fund Types*. The difference between the accrual and cash basis statements was not significant. The reserve for encumbrances is carried forward as part of the budgetary authority for the next year and is included in the revised budget amounts shown in the budget to actual comparisons.

Cash Equivalents: Investments of the cash management pool, and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months are considered to be investments.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note B - Summary of Significant Accounting Policies
(continued)

Inventory of Materials and Supplies: Inventory is valued at cost using the first-in, first-out method. Inventory is recorded as an expenditure/expense when consumed.

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized, as projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

All reported capital assets are depreciated using the straight line method over the following estimated useful lives:

- Furniture, fixtures and equipment 5 - 20 years
- Buildings, structures, improvements 20 - 40 years
- Land improvements (water and sewer lines) 40 years
- Infrastructure 20 - 40 years

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Grants and Other Intergovernmental Revenues: Local Government fund revenues are recorded as receivables and revenues when measurable and available. Assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement type grants for the acquisition or construction of capital assets are recorded as receivables and contributed capital when the related expenses are incurred. All other Federal and State reimbursement type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

Interfund Transactions: During the normal course of operations, the County has numerous transactions between funds. These transactions include charges for services provided by an Internal Service fund to other funds and operating transfers. Transfers represent transfers of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in Governmental Fund Types and as transfers in Proprietary Funds.

The Internal Service funds record charges for services to all County funds, departments and other governmental units as operating revenue. Both Governmental and Proprietary funds record these payments to the Internal Service funds as operating expenditures/expenses.

Compensated Absences: The County records accumulated unpaid vacation, overtime pay, and vested sick time benefits as accrued wages and benefits payable when earned by employees. The entire compensated absences liability is reported on the governmental-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note B - Summary of Significant Accounting Policies
(continued)

using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The non-current portion of the liability is not reported.

Ohio law requires that vacation time not be accumulated for more than three years. Normally, all vacation time is to be taken in the year available unless administrative written approval for carryover is obtained. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Employees with a minimum of ten years of service are paid one third of accumulated sick time upon retirement with a maximum of 40 days. In general, employees are eligible to be paid for unused compensatory time upon termination of employment. All sick, vacation and compensatory payments are made at employees' current wage rates, and paid from the fund where the time was accumulated.

Self-Funded Insurance: The County is self-funded for dental and health benefits. The dental program is administered by Health Care Payer's Coalition, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in an internal service fund. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded commercial coverage in any of the last three years.

The County's Self-funded Workers' Compensation fund (an internal service fund) accounts for and finances its uninsured risks of loss for workers' compensation claims. Under this program, the Self-funded Workers' Compensation fund provides coverage for up to a maximum of \$300 thousand for each workers' compensation claim. The County will pay premiums to the State of Ohio Bureau of Workers' Compensation for claims in excess of coverage provided by the fund. In addition, the fund will pay assessments to the Bureau of

Workers' Compensation for administration and payment of claims.

All funds of the County participate in the program and make payments to the Self-funded Workers' Compensation Fund based on their usage of the program to cover actuarial estimates of the amounts needed to pay current-year claims. The claims liability of \$8.1 million reported in the fund at December 31, 2003 is based on the requirements of Governmental Accounting Standard Board Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated. This liability includes an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Liabilities for losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using an expected future investment yield assumption of 5.5%.

Fund Balance Reservations and Designations: The County reserves portions of fund balances that are legally segregated for specific future uses or that do not represent available, spendable resources and, therefore, are not appropriable for expenditures. Designations of fund balances are amounts that have been designated by management for a specific future use, which are not legally segregated. Undesignated fund balances are not reserved nor designated and are appropriable in future periods.

Prepaid Items: Payments made to vendors for services that benefit future periods are recorded as prepaid items in both government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase, and the expenditure is reported in the year in which services are consumed.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note C - Reconciliation of Government-wide and Fund financial Statements

I. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes a reconciliation between *fund balance - total governmental funds, and net assets - governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and therefore not reported in the funds." Details of this difference are as follows: (Amounts in 000's)

Bonds payable	\$ 82,945
OWDA loans payable	2,069
OPWC loans payable	2,805
Capital leases payable	6,347
Landfill liability payable	12,255
Compensated absences	<u>16,490</u>
Net adjustment to reduce fund balance - total govern- mental funds to arrive at net assets - governmental funds.	<u>\$122,911</u>

II. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in *fund balances - total governmental funds and changes in net assets of governmental activities*. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expenses." The details of the difference are as follows: (Amounts in 000's)

Capital outlay	\$24,778
Capital outlay in excess of fixed asset additions. ...	(6,586)
Depreciation expense	<u>(22,764)</u>
Net adjustment	<u>(\$4,572)</u>

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets." The details of this difference are as follows: (Amounts in 000's)

Proceeds of capital lease transaction.	\$ 60
Proceeds of loans	441
Proceeds of bonds	7,250
Principal retirement	<u>(12,319)</u>
Net adjustment	<u>(\$4,568)</u>

Note D - Pooled Cash and Cash Equivalents, Segregated Cash, Investments and Deposits

To improve cash management, cash received by the County is pooled in a central bank account which is managed by the County Treasurer. Amounts for all funds including proprietary funds, are maintained in this account or are temporarily used to purchase short term investments. Individual fund integrity is maintained through the County's records. Each fund's interest in the pooled bank accounts is presented as cash and cash equivalents, and investments on the balance sheet. Investments are limited to STAR Ohio, certificates of deposit, U.S. Treasury Obligations and Mortgage-backed Securities, and a revenue Bond anticipation note. These investments are stated at fair value. Money market investments that mature within one year of acquisition and participating interest-earning investment contracts that mature within one year of acquisition are reported at amortized cost. The County's investments are covered by Custodian Safekeeping Agreements with all securities dealers of County owned purchased securities, whereby such securities are held for the County by a third party custodian.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Investment income is recorded in the General and Self-funded Health funds. Investment income in the General fund includes earnings on all pooled investments. Investment income earned during 2003 totaled approximately \$4.1 million.

The County uses separate bank accounts for resources not deposited with the County Treasurer. These interest bearing depository accounts are presented in the Combined Balance Sheet as "Segregated Cash Accounts."

Legal Provisions: The County Treasurer is permitted by Ohio law to deposit or invest County funds provided that they mature or are redeemable within two years from date of purchase. The Treasurer is permitted to invest or deposit in the following classification of obligations:

1) Obligations of, or backed by the faith of, the United States Government.

2) Obligations issued by any Federal agency.

3) Deposits in institutions eligible under Ohio law. All deposits are collateralized with eligible securities, as described by state statutes, which are pledged to a collateral pool for each individual financial institution, in amounts equal to at least 105% of the carrying value of all public deposits held by each institution.

4) Obligations of the State.

5) Repurchase agreements with institutions eligible under Ohio law not to exceed 30 days, where the institution agrees unconditionally to repurchase any of the securities listed in (1) or (2).

6) Commercial paper issued by any corporation incorporated under the laws of the United States or a state if both of the following conditions apply. Two nationally recognized rating agencies rank the commercial paper in either of their two highest categories; the total amount

invested in commercial paper at any time does not exceed five per cent of the county's total average portfolio, as determined and calculated by the investing authority.

7) Bankers acceptances, if the following conditions are met: The acceptances mature in two hundred seventy days or fewer from the date of settlement; the acceptances are eligible for purchase by the federal reserve system; the total amount invested in bankers acceptances at any time does not exceed ten per cent of the county's total average portfolio, as determined and calculated by the investing authority.

8) The State Treasurer's Investment pool (STAROhio). Investment authority for the State Treasurer's Investment pool is established by the State Legislature and reflected in the Ohio Revised Code.

9) No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.

The Governmental Accounting Standard Board (GASB Statement 3) has established credit risk categories for deposits and investments.

- Category 1 - Investments that are insured or registered, or securities held by the County or its agent in the County's name.

Deposits that are insured or collateralized with securities held by the County or its agent in the County's name.

- Category 2 - Investments that are uninsured and unregistered, with securities held by the counterparts's trust department or agent in the County's name.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

- Category 3 - Investments that are uninsured or unregistered, with securities held by the counterparty, or by its trust department or agent but not in the County's name.

Deposits that are uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name.

Based on the above criteria, the County's deposits and investments at December 31, 2003 are classified as follows:

<u>Amount Available for Deposit or Investment</u>	<u>(Amounts in 000's)</u>				
Carrying amounts per combined balance sheet:					
Pooled	\$ 242,733				
Segregated	8,815				
Outstanding Checks	6,413				
Other reconciling items (net)	<u>425</u>				
Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	<u>\$ 258,386</u>				
Deposits: At year-end the County had the following deposits eligible under Ohio law:	1	Risk Category 2	3	Bank Balance	Fair Value
	<u>(Amounts in 000's)</u>				
FDIC insured deposits	\$ 1,629	\$ -	\$ -	\$ 1,629	
Insured by the financial institutions collateral pool	-	-	27,599	27,599	
Money Market Account	-	-	15,000	15,000	
Certificates of deposit	<u>-</u>	<u>19,087</u>	<u>-</u>	<u>19,087</u>	
Total deposits	<u>\$ 1,629</u>	<u>\$ 19,087</u>	<u>\$42,599</u>	<u>\$ 63,315</u>	
Investments: At year-end the County had the following investments:					
U.S. Treasury Bills	\$ 857	\$ -	\$ -		\$ 857
United States Agency Securities ..	169,999	-	-		169,999
Investment in the state treasurer's Investment pool (1)	<u>-</u>	<u>-</u>	<u>-</u>		<u>24,215</u>
Total investments	<u>\$170,856</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$195,071</u>

(1) The County's investment in the State Treasurer's investment program is not categorized because they are not evidenced by securities that exist in physical or book entry form. The fair value of the position in the investment pool is the same as the value of the pool shares.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Based on the above criteria, the Discretely Presented Component Units of the County have deposits and investments classified as follows:

<u>Amount Available for Deposit or Investment</u>	<u>(Amounts in 000's)</u>				
Carrying amounts per combined balance sheet:					
Pooled	\$9,136				
Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	\$9,136				
Deposits and investments: At year- end the discretely presented component units had the following deposits eligible under Ohio law:	1	Risk Category 2	3	Bank Balance	Fair Value
	<u>(Amounts in 000's)</u>				
FDIC insured deposits	\$300	\$ -	\$ -	\$ 300	
Insured by the financial Institutions collateral pool	-	-	2,571	2,571	
Certificates of deposit	-	680	-	680	
Total deposits	\$300	\$ 680	\$2,571	\$3,551	
Investments: at year-end the discretely presented component units had the following investments:					
US Treasury Notes	\$ 1,732	\$ -	\$ -		\$ 1,732
United States Agency Securities ..	2,314	-	-		2,314
Money Market	578	-	-		578
Corporate Bonds	923	-	-		923
Mortgage Backed Securities	38	-	-		38
Total investments	\$5,585	\$ -	\$ -		\$5,585

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note E - Interfund Receivables, Payables, and Transfers

Due to / Due from other funds balances as of December 31, 2003 follow:

<u>Payable Fund</u>	<u>Receivable Fund</u>	<u>Amounts in (000's)</u>
General	Central Supplies	\$ 7
Children Services Board	Central Supplies	1
Nonmajor Governmental Funds	Central Supplies	4
General	Vehicle Maintenance	20
Internal Service Funds	Vehicle Maintenance	1
Nonmajor Enterprise Fund	Vehicle Maintenance	2
Nonmajor Governmental Funds	Vehicle Maintenance	9
General	County Telephone	4
Children Services Board	County Telephone	2
Nonmajor Governmental Funds	County Telephone	2
General	Centralized Drug Testing	19
		<u>\$71</u>

Due to / due from balances resulted from the routine lag between the dates interfund goods and services are provided or reimbursable expenditures occur, transactions

are recorded in accounting system, and payments between funds are made.

<u>Transfer From</u>	<u>Transfer To</u>				<u>Total</u>
	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Vehicle Maintenance</u>	
General	\$13,901	\$7,247	\$2,079	\$150	\$23,377
Sewer System	-	1,134	-	-	1,134
Job and Family Services	-	-	5	-	5
Nonmajor governmental	-	742	-	-	742
<i>Total</i>	<u>\$13,901</u>	<u>\$9,123</u>	<u>\$2,084</u>	<u>\$150</u>	<u>\$25,258</u>

Transfers are used to 1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them 2) move receipts restricted to debt service from the funds collecting

the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note F - Capital Assets

Construction-in-progress: The County has active construction projects as of December 31, 2003 of \$4,629 thousand for a payroll / HR system, \$1,143 thousand for a business continuance center, and \$1,292 thousand in other miscellaneous projects. The estimated cost to complete these projects is \$9.9 million.

Capital asset activity for the County for the year ended December 31, 2003, appears on following page:

Depreciation expense was charged to functions and programs of the County as follows: (Amounts in 000's)

Governmental activities:	
General government	\$ 5,254
Public Safety	2,233
Public Works	14,296
Health	590
Human Services	305
Recreation	<u>86</u>
<i>Total depreciation expense - governmental activities</i>	<u><u>\$22,764</u></u>
Business-type activities:	
Water	\$ 1,507
Wastewater Treatment	457
Sewer	1,506
Other	<u>290</u>
<i>Total depreciation expense - business-type activities</i>	<u><u>\$ 3,760</u></u>

Activity for the discretely presented component units for the year ended December 31, 2003 as follows:

	Beginning Balance	Changes in Assets	Ending Balance
	(Amounts in 000's)		
Capital assets, not being depreciated:			
Land	\$ 938	\$ 194	\$ 1,132
Construction in progress	<u>203</u>	<u>(39)</u>	<u>164</u>
<i>Total capital assets, not being depreciated</i>	1,141	155	1,296
Capital assets being depreciated:			
Buildings, structures and improvements	14,329	205	14,534
Furniture, fixtures and equipment	<u>5,433</u>	<u>833</u>	<u>6,266</u>
<i>Total, capital assets being depreciated</i>	19,762	1,038	20,800
<i>Total accumulated depreciation</i>	<u>(5,379)</u>	<u>(1,051)</u>	<u>(6,430)</u>
<i>Total capital assets, being depreciated, net</i>	14,383	(13)	14,370
<i>Component units capital assets, net</i>	<u><u>\$15,524</u></u>	<u><u>\$ 142</u></u>	<u><u>\$15,666</u></u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note F - Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
		(Amounts in 000's)		
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 21,301	\$ -	\$ -	\$21,301
Construction in progress	<u>11,629</u>	<u>8,810</u>	<u>13,375</u>	<u>7,064</u>
<i>Total capital assets, not being depreciated</i>	<u>32,930</u>	<u>8,810</u>	<u>13,375</u>	<u>28,365</u>
<i>Capital assets, being depreciated:</i>				
Buildings, structures, and improvements	196,675	11,237	2,145	205,767
Furniture, fixtures and equipment	36,685	5,354	1,361	40,678
Infrastructure	<u>285,754</u>	<u>8,345</u>	<u>-</u>	<u>294,099</u>
<i>Total capital assets being depreciated</i>	<u>519,114</u>	<u>24,936</u>	<u>3,506</u>	<u>540,544</u>
<i>Less accumulated depreciation for:</i>				
Buildings, structures and improvements	62,333	4,608	1,180	65,761
Furniture, fixtures and equipment	24,427	4,362	174	28,615
Infrastructure	<u>186,440</u>	<u>13,851</u>	<u>-</u>	<u>200,291</u>
<i>Total accumulated depreciation</i>	<u>273,200</u>	<u>22,821</u>	<u>1,354</u>	<u>294,667</u>
<i>Total capital assets being depreciated, net</i>	<u>245,914</u>	<u>2,115</u>	<u>2,152</u>	<u>245,877</u>
<i>Governmental activities capital assets, net</i>	<u>278,844</u>	<u>10,925</u>	<u>15,527</u>	<u>274,242</u>
Business-type activities:				
<i>Capital assets, not being depreciated:</i>				
Land	402	-	-	402
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total capital assets, not being depreciated</i>	<u>402</u>	<u>-</u>	<u>-</u>	<u>402</u>
<i>Capital assets, being depreciated:</i>				
Buildings, structures and improvements	23,287	-	-	23,287
Land improvements	114,841	4,319	-	119,160
Furniture, fixtures and equipment	<u>13,122</u>	<u>207</u>	<u>84</u>	<u>13,245</u>
<i>Total capital assets being depreciated</i>	<u>151,250</u>	<u>4,526</u>	<u>84</u>	<u>155,692</u>
<i>Less accumulated depreciated for:</i>				
Buildings, structures and improvements	5,646	584	-	6,230
Land improvements	42,323	2,942	-	45,265
Furniture, fixtures and equipment	<u>12,588</u>	<u>234</u>	<u>79</u>	<u>12,743</u>
<i>Total accumulated depreciation</i>	<u>60,557</u>	<u>3,760</u>	<u>79</u>	<u>64,238</u>
<i>Total capital assets being depreciated, net</i>	<u>90,693</u>	<u>766</u>	<u>5</u>	<u>91,454</u>
<i>Business-type activities capital assets, net</i>	<u>\$91,095</u>	<u>\$ 766</u>	<u>\$ 5</u>	<u>\$91,856</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note G - Notes Payable

All notes are backed by the full faith and credit of the County and mature within one year. The notes are issued in anticipation of long-term bonded financing, and the

County intends to refinance the notes until such bonds are issued. All notes are in the capital projects fund. Notes outstanding at December 31, 2003 follow: (Amounts in 000's)

Note Issue	Rate	Beginning Balance	Issued	Redeemed	Ending Balance
Various purpose improvements. . .	1.9%	\$15,700	\$ -	\$15,700	\$ -
Various purpose improvements. . .	1.5%	-	10,415	-	10,415
<i>Total capital project notes</i>		<u>\$15,700</u>	<u>\$10,415</u>	<u>\$15,700</u>	<u>\$10,415</u>

Toledo Mud Hens Baseball Club, Inc. has available a \$500,000 line of credit with an interest rate at ½% less than the prime rate, which expires in January 2004. There was no outstanding debt at December 31, 2003. Preferred Properties, Inc. and Affiliates have a note payable of \$8 thousand with an interest rate of 8.58% due in July 2005, and a note payable of \$18 thousand with an interest rate of 7.5% due in June 2006. They also have various mortgages payable totaling \$2,956 thousand secured by real estate with interest rates varying from 0% to 9.00%. Preferred Properties, Inc. has available a \$250 thousand line of credit with an interest rate at 1.0% over prime (5.00% at June 30, 2003). There were no borrowings at June 30.

Note H - Long-term Debt and Other Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are

reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Long-term Bonds: All long-term debt issued for governmental purposes of the County and special assessment bonds are retired from the Debt Service Fund. General Obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio Law.

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental-type activities. The original amount of

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations
(continued)

general obligation bonds issued in prior years was \$135 million. During the year, general obligation bonds totaling \$6.26 million were issued to fund the construction of a Court of Appeals building.

Self-supporting bonds are secured by an unvoted property tax levy (special assessments); however, each appropriate bond indenture provides for principal and interest to be paid from user charges.

The County issued \$990 thousand of special assessment bonds in 2003 to provide funds for the construction of various sewers and water lines. These bonds will be repaid from amounts levied against the property owners benefited by this construction. In the event property owners default on their special assessment obligations, the County is obligated to meet the debt service requirements from County funds. At December 31, 2003, the County had \$313 thousand set aside for the retirement of this debt. These funds are included in pooled cash and investments.

Under the Uniform Bond Act of the Ohio Revised Code, and not taking into account the equity in the debt service fund, the County has the capacity to issue approximately \$51.2 million of additional unvoted general obligation debt.

Lott Industries, Inc., a discretely presented component unit of the County has bonds payable of \$4.1 million that mature on August 1, 2021, with a variable interest rate that was 1.35% at December 31, 2003.

Nontax Revenue Bonds: In 2001, the County issued \$20 million of Nontax Revenue Bonds for a new baseball stadium which the County owns and leases to the Toledo

Mud Hens Baseball Club, Inc. In 2001, the County also issued \$6 million of Nontax Revenue Notes for that project which were prepaid and retired in April, 2002. The Nontax Revenue Bonds do not represent or constitute a general obligation debt or pledge of the faith or credit or taxing power of the County. The Nontax Revenue Bonds are special obligations of the County payable solely from the Nontax Revenues. The County has covenanted to appropriate in its annual appropriation measure for each year, and to pay to the Trustee for the Nontax Revenue Bonds by January 15, of such year, Nontax Revenues in an amount sufficient to pay all bond service charges due and payable on the Nontax Revenue Bonds during the then current year.

Capital Lease Obligations: The County has a lease agreement for a portion of the Government Center. The lease is classified as a capital lease. The portion of the Government Center leased by the County has been recorded as land and building for \$16.9 million.

The County has entered into certain other agreements to lease equipment and other assets. Such agreements are, in substance, lease purchases (capital leases) and are classified as capital lease obligations in the financial statements.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations (continued)

Long-term Debt: Long-term debt and other obligations of the County were as follows: (Amounts in 000's)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2003	Additions	Deductions	Balance December 31, 2003	Amounts Due in One Year
Bonds							
<i>General Obligation Bonds-</i>							
<i>Unvoted</i>							
1986 County public assistance building.....	8.000%	12/01/11	\$ 1,980	\$ -	\$ 220	\$ 1,760	\$ 220
1986 Convention center land.....	6.500%	12/01/12	3,375	-	335	3,040	335
1988 Family Court Center construction & Courthouse renovation.....	7.375%	08/01/07	4,375	-	875	3,500	875
1994 County building.....	4.000%						
	5.700%	12/01/04	2,950	-	1,435	1,515	1,515
1995 Correctional facilities.....	4.300%						
	6.800%	12/01/15	1,855	-	100	1,755	105
1995 Court services building.....	4.300%						
	6.800%	12/01/15	1,670	-	90	1,580	95
1996 Refunding.....	4.250%						
	5.375%	12/01/11	7,390	-	665	6,725	695
2001 Juvenile Justice Center.....	4.375%						
	5.000%	12/01/21	16,435	-	585	15,850	605
2002 Regional jail refunding.....	2.500%						
	2.750%	12/01/07	1,790	-	345	1,445	355
2003 Court of Appeals.....	2.250%						
	5.000%	12/01/23	-	6,260	-	6,260	185
<i>General Obligation Bonds-</i>							
<i>voted</i>							
1996 Library improvement.....	4.300%						
	6.000%	12/01/05	5,180	-	2,310	2,870	1,355
1997 Library improvement.....	3.800%						
	5.300%	12/01/05	6,200	-	2,000	4,200	2,100
<i>Total general obligation bonds voted and unvoted.....</i>							
			53,200	6,260	8,960	50,500	8,440
<i>Special Assessment-</i>							
<i>Governmental Commitment</i>							
<i>(Self-Supporting)</i>							
1964 Sanitary sewer.....	3.500%	12/01/04	\$ 2	\$ -	\$ 1	\$ 1	\$ 1
1974-	5.125%						
1977 Sanitary sewer.....	7.625%	11/01/14	172	-	13	159	13
1981-	9.625%						
1984 Sanitary sewer.....	12.000%	12/01/04	65	-	30	35	35
1987 Sanitary sewer.....	7.500%	12/01/07	75	-	15	60	15
1988 Sanitary sewer.....	7.500%	12/01/08	180	-	30	150	30

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2003	Additions	Deductions	Balance December 31, 2003	Amounts Due In One Year
Bonds							
<i>Special Assessment- Governmental Commitment (Self-Supporting) (continued)</i>							
1989 Sanitary sewer.....	6.750%						
	7.000%	12/01/09	610	-	70	540	75
1990 Waterline.....	6.800%						
	6.850%	12/01/10	225	-	20	205	25
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/11	295	-	25	270	25
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/12	620	-	45	575	50
1994 McCord Road improvements.....	4.000%						
	5.700%	12/01/03	15	-	15	-	-
1994 Sewer & waterlines.....	4.000%						
	6.050%	12/01/13	640	-	40	600	45
1995 Sewers & waterlines.....	4.300%						
	6.800%	12/01/14	495	-	30	465	30
1996 Sewers & waterlines.....	4.250%						
	6.500%	12/01/16	2,065	-	70	1,995	70
1997 Sewers & waterlines.....	4.900%						
	5.450%	12/01/17	1,015	-	50	965	50
1998 Sewers & waterlines.....	4.250%						
	5.000%	12/01/18	2,130	-	95	2,035	100
1999 Sewers & waterlines.....	4.000%						
	6.000%	12/01/19	490	-	20	470	20
2000 Sewers & waterlines.....	5.200%						
	5.600%	12/01/20	1,475	-	55	1,420	55
2001 Sewers & waterlines.....	4.100%						
	5.100%	12/01/21	1,540	-	55	1,485	60
2002 Sewers & waterlines.....	2.500%						
	4.600%	12/01/22	1,050	-	30	1,020	40
2003 Sewers & waterlines.....	2.250%						
	5.000%	12/01/23	-	990	-	990	30
<i>Total special assessment bonds- governmental com- mitment-(self-supporting).....</i>			<u>13,159</u>	<u>990</u>	<u>709</u>	<u>13,440</u>	<u>769</u>
Non-Tax Revenue Bonds							
2001 Baseball Stadium.....	6.375%						
	6.625%	12/01/21	19,520	-	515	19,005	550
Total bonds.....			<u>\$85,879</u>	<u>\$7,250</u>	<u>\$10,184</u>	<u>\$82,945</u>	<u>\$9,759</u>
Ohio Water Development Authority (OWDA) Loans							
<i>Special Assessment- Governmental Commitment</i>							
1983- 1984 Sewers.....	7.380%						
	7.670%	01/01/07	\$ 1,019	\$ -	\$ 227	\$ 792	\$ 122
1991 Sewers.....	6.160%						
	7.450%	07/01/11	1,050	-	93	957	48
1994 water.....	6.720%	07/01/19	332	-	12	320	6
Enterprise Funds							
1984 Sewer system.....	6.240%	01/01/07	2,013	-	148	1,865	77

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2003	Additions	Deductions	Balance December 31, 2003	Amounts Due In One Year
<i>Enterprise Funds (continued)</i>							
1980-	6.250%						
1984 Wastewater treatment.....	11.190%	07/01/13	1,827	-	286	1,541	151
1990 Water supply system.....	7.760%	01/01/10	311	-	35	276	19
1991 Water supply system.....	7.450%						
	7.500%	07/01/11	556	-	52	504	27
1993 Water supply system.....	6.160%	07/01/18	878	-	35	843	18
1994 Sewer system.....	6.720%	07/01/14	689	-	42	647	21
1994 Wastewater.....	5.770%	07/01/15	8,621	-	490	8,131	252
1995 Water supply system.....	6.350%	01/01/21	428	-	14	414	7
1997 Water supply system.....	5.860%	07/01/17	1,474	-	67	1,407	35
1997 Sanitary Engineer.....	5.860%	07/01/17	1,364	-	63	1,301	32
2001 Water supply system.....	5.390%	01/01/21	1,193	-	41	1,152	21
2003 Water supply system.....	4.400%	01/01/13	-	278	12	266	8
2003 Water supply system.....	3.850%	07/01/13	-	200	8	192	12
Total OWDA loans.....			\$ 21,755	\$ 478	\$1,625	\$20,608	\$856
Ohio Public Works							
Commission Loans							
<i>Governmental Commitment</i>							
1993 Road improvements.....	0.000%	07/01/04	\$ 41	-	\$ 28	\$ 13	\$ 14
1994 Road improvements.....	0.000%	07/01/05	230	-	69	161	35
1995 Road improvements.....	0.000%	07/01/06	133	-	38	95	19
1997 Road improvements.....	0.000%	07/01/07	99	-	22	77	10
1999 Road improvements.....	0.000%	07/01/10	316	-	44	272	22
2000 Road improvements.....	0.000%	07/01/11	758	-	96	662	48
2001 Road improvements.....	0.000%	01/01/11	352	-	42	310	24
2002 Road improvements.....	0.000%	01/01/12	864	22	90	796	43
2003 Road improvements.....	0.000%	01/01/13	-	419		419	41
<i>Enterprise Funds.....</i>							
1994 Wastewater.....	0.000%	01/01/16	199	-	14	185	7
1994 Sewer system.....	0.000%	07/01/04	47	-	31	16	16
Total OPWC loans.....			\$ 3,039	\$ 441	\$ 474	\$ 3,006	\$ 279
Other Obligations							
Capital lease Obligations							
Governmental.....			\$ 7,661	\$ 61	\$ 1,375	\$ 6,347	\$ 1,456
Internal Service.....			12	-	7	5	5
			\$ 7,673	\$ 61	\$ 1,382	\$ 6,352	\$ 1,461
Accrued wages and benefits-							
governmental.....			\$ 17,821	\$ 1,413	\$ 2,744	\$ 16,490	\$ 3,000
Landfill obligation.....							
			\$ 12,617	\$ -	\$ 200	\$ 12,417	\$ 162

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations (continued)

A summary of the County's future long-term debt funding requirements as of December 31, 2003 follows: (Amounts in 000's)

Year of Funding	Bonds					
	General Obligation		Special Assessment- Government Commitment		Non-Tax Revenue	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2004.....	\$ 8,440	\$ 2,673	\$ 769	\$ 722	\$ 550	\$ 1,258
2005.....	7,205	2,184	743	671	590	1,223
2006.....	3,670	1,791	868	632	635	1,186
2007.....	3,755	1,593	885	586	680	1,145
2008.....	2,615	1,386	920	538	725	1,102
2009-2013.....	11,715	4,813	4,430	1,962	4,495	4,745
2014-2018.....	7,380	2,427	3,610	827	6,340	3,043
2019-2023.....	5,720	671	1,215	137	4,990	694
Total.....	<u>\$ 50,500</u>	<u>\$ 17,538</u>	<u>\$ 13,440</u>	<u>\$ 6,075</u>	<u>\$ 19,005</u>	<u>\$ 14,396</u>

Year of Funding	Loans			
	OWDA		OPWC	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2004.....	\$ 856	\$ 638	\$ 279	\$ -
2005.....	1,701	1,188	457	-
2006.....	1,704	1,082	445	-
2007.....	1,652	976	350	-
2008.....	1,596	875	328	-
2009-2013.....	8,760	2,827	1,092	-
2014-2018.....	3,975	613	55	-
2019-2023.....	364	32	-	-
Total.....	<u>\$ 20,608</u>	<u>\$ 8,231</u>	<u>\$ 3,006</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations
(continued)

Operating Leases: At December 31, 2003, the County had 8 operating leases for automobiles and equipment. Operating lease payments are recorded as expenditures/expenses for the current period.

The County's future minimum lease payments under lease obligations which have been capitalized and operating leases as of December 31, 2003 are as follows (Amounts in 000's):

<u>Year</u>	<u>Government activities Capital Leases</u>	<u>Business type activities Capital Leases</u>	<u>Operating Leases</u>
2004	\$ 1,929	\$ 6	\$ 41
2005	1,929	-	29
2006	1,929	-	8
2007	1,899	-	-
2008	<u>1,061</u>	<u>-</u>	<u>-</u>
<i>Total minimum lease payments</i>	8,747	\$ 6	<u>\$ 78</u>
Less: amount representing interest	<u>2,400</u>	<u>1</u>	
<i>Present value of future minimum lease payments</i>	<u>\$ 6,347</u>	<u>\$ 5</u>	

Accrued Wages and Benefits: Unpaid vested hours at December 31, 2003 representing this liability for all governmental funds are as follows (Amounts in 000's):

	<u>Hours</u>
Vacation	432
Sick	293
Compensation ...	33

Deferred Compensation: County employees have the option of participating in three state-wide deferred compensation plans, created in accordance with the *Internal Revenue Code Section 457*. Under these plans, employees elect to have a portion of their pay deferred until a future time. According to these plans, the deferred compensation is not available to employees until termination, retirement, death or unforeseeable

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note H - Long-term Debt and Other Obligations
(continued)

emergency. The deferred pay and any income earned thereon is not subject to income tax until actually received by the employee.

All amounts of compensation deferred under these plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the participants and their beneficiaries.

Conduit Debt Obligations: From time to time, the County has issued Industrial Revenue Bonds, Hospital Facilities Bonds and Commercial Housing Revenue Bonds to provide financial assistance to private, profit and non-profit sector entities for the acquisition and construction of industrial, hospital and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2003 there were 160 series of Industrial, Hospital and Commercial Housing Revenue Bonds outstanding. The aggregate principal amount payable for the 18 series issued after January 1, 1995 was \$303,276,397. The aggregate principal amount payable for the 141 series issued and with bonds outstanding issued prior to January 1, 1995, could not be determined; however, their original issue amounts total \$1,350,587,000.

Note I - Employee Retirement Systems and Pension Plan

All eligible employees of the County, participate in the Public Employees Retirement System of Ohio (PERS). Ohio Public Employees Retirement System (OPERS) administers three separate pension plans. 1) *The Traditional Pension Plan (TP)* - a cost-sharing multiple-employer defined benefit pension plan. 2) *The Member-Directed Plan (MD)* - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. 3) *The Combined Plan (CO)* - a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan. OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Plan and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by State statute under Chapter 145 of the Ohio Revised Code.

Law enforcement officers in the County Sheriff's department contribute 10.1% of their annual compensation and the County contributes 16.7% of the same base. The County is required to contribute 22.05% of annual compensation for employees of the County engineer based upon a contract with their respective union. All other eligible County employees contribute 8.5% of their annual compensation with the County contributing 13.55% of the same amount. The County's contribution to PERS for the years ending December 31, 2003, 2002, and 2001, were \$22.5 million, \$19.8 million, and \$19.2 million respectively, equal to the requested contribution for each year. All contributions to PERS were made within the required due dates. The Ohio Revised Code provides statutory authority for employee and employer contributions.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note J - Other Post-Retirement Obligations

In addition to pension benefits, OPERS provides retirement, disability, survivor and post-retirement health care benefits to qualifying members of both the Traditional and the Combined Plans; however, health care benefits are not statutorily guaranteed. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

The Ohio Revised Code provides the statutory authority requiring public employees to fund post-retirement health care through their contributions to OPERS. OPERS provides post-retirement health coverage to age and service retirants with ten (10) or more years qualifying Ohio service credit. Health care coverage for disability recipients and to primary survivor recipients of such retirants is available. The health care coverage provided by the retirement system is considered an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. For local government employers, the rate was 13.55% of covered payroll and 16.70% for law enforcement employers, with 5.0% used to fund healthcare for regular employees and law enforcement employees.

The following assumptions and calculations were based on PER'S latest actuarial review performed as of December 31, 2002.

An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The differences between assumed and actual experience (actuarial gains and losses) becomes part of the unfunded actuarial accrued liability.

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2002 was 8.0%.

An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from .50% to 6.3%. Health care costs were assumed to increase 4.0% annually.

OPEBs are advance-funded on an actuarially determined basis. At December 31, 2003, the number of active contributing participants in the Traditional and Combined Plans totaled 364,881. The rates stated above are the actuarially determined contribution requirements for OPERS. The employer contributions to fund post-employment benefits in 2003 was \$7.9 million. The portion of employer contributions used to fund post-employment benefits can be determined by multiplying actual employer contributions times .3690 for local government employers and .2994 for law enforcement employers.

The actuarial value of the Retirement System's net assets available for OPEB was \$10.0 billion at December 31, 2002 (the latest information available). The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$18.7 billion and \$8.7 billion, respectively,

In December 2001, the Board of OPERS adopted the Health Care "Choices" Plan in its continuing effort to respond to the rise in the cost of health care. The Choices Plan will be offered to all persons newly hired under OPERS after January 1, 2003, with no prior service credit accumulated toward health care coverage. Choices, as the name suggests, will incorporate a cafeteria approach, offering a more broad range of health care options. The Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten- year "cliff" eligibility standard for the present Plan.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note J - Other Post-Retirement Obligations
(continued)

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature, enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

The PERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to:

PUBLIC EMPLOYEES RETIREMENT SYSTEM
 277 EAST TOWN STREET
 COLUMBUS, OHIO 43215-4642
 PHONE: (614) 222-6705

Note K - Property Taxes, Sales Taxes, and Deferred Revenues

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value by property classification, upon which taxes collected in 2003 were based is as follows:

(Amounts in 000's)	
Real property	\$6,581,213
Public utility and tangible personal property	<u>1,163,273</u>
<i>Total assessed property value . . .</i>	<u><u>\$7,744,486</u></u>

In 2003, real property taxes were levied on January 2, 2003, on the assessed values as of January 1, 2002, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in 2001.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25% of true value (as defined). In 2003, each business was eligible to receive a \$10 thousand exemption in assessed value which was reimbursed by the State.

Real property taxes are payable annually or semi-annually. In 2003, if paid annually, payment was due by January 31st. If paid semi-annually, the first payment (at least ½ of amount billed) was due January 31st, with the remainder due July 31st.

By July 2003, the final collection date, 95.3% of the total current and delinquent property taxes billed in 2003 were collected.

The County Auditor remits portions of the taxes collected to all taxing districts when completing periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property taxes in June and October for the first and second halves of the year, respectively. The County accrues billed but uncollected property taxes as receivables at their estimated net realizable value.

The delinquent real property taxes outstanding and available to the County within the first 60 days of 2004 were recorded as 2003 revenue, the remaining taxes receivable are offset by a credit to deferred revenue. Although total property taxes levied for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, 2003, and are not available

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note K - Property Taxes, Sales Taxes, and Deferred Revenue (continued)

for appropriation and use until 2004. The deferred revenues are offset by these property tax receivables and special assessment receivables related to future capital service projects.

In 1970, the County Commissioners, by resolution, imposed a .5% tax on all retail sales, including motor vehicles, made in the County. In 1982, the County commissioners increased the sales tax by .5% to 1%. In November, 1993, Lucas County voters approved a permanent increase of .25% to 1.25% in the sales tax. Vendor collections of the tax are paid to the State

Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five (45) days after the end of each month. The State Auditor then has five (5) days in which to draw the warrant payable to the County.

Proceeds of the tax are credited entirely to the General Fund. Amounts that have been collected by the State and are to be received within 60 days of year end are accrued as revenue, as measurable and available. Sales tax revenue for 2003 amounted to \$67.0 million.

Ohio law prohibits taxation of property from all taxing authorities in excess of 10.00 mills of assessed value without a vote of the people. Presently, the County levies 2.00 mills of the 10.00

mill limit for the General Fund. An additional 15.75 mills have been levied for voted millage. A summary of voted millage follows:

<u>Purpose</u>	<u>Voter Authorized Rate(a)</u>	<u>Rate Levied for Current Year Collection Agricultural/ Residential/(b)</u>	<u>Commercial/ Industrial</u>	<u>Final Collection Year</u>
Senior services .....	.45	.361461	.409791	2004
Metroparks	1.70	1.421969	1.574906	2008/2012
Community mental health .	1.50	1.077515	1.270505	2005/2009
Board of mental retardation	5.00	3.930647	4.366668	continuous
Children services	2.65	2.400324	2.538309	2003/2006
Port authority .....	.40	0.272955	.358188	2004
Library	1.70	1.417984	1.610647	2005/2007
Zoo improvements .....	.95	.681684	.865115	2005
Zoo operating .....	.70	.699113	.700000	2007
911 Telephone system ..	.70	.699113	.700000	2006
Total	<u>15.75</u>	<u>12.962765</u>	<u>14.394129</u>	

(a) Dollars per \$1,000 of assessed valuation.

(b) Ohio law provides for a reduction of certain voted levies to offset inflation in the value of real property. The voted levies are subject to change.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note L - Reconciliation of Budget Basis to GAAP Basis

A reconciliation for the major governmental funds at December 31, 2003 from the budget basis to a GAAP basis for excess of revenues and other financing sources over (under) expenditures and other uses follows: (Amounts in 000's).

	General Fund	Children Services Board	Board of Mental Retardation	Job and Family Services
Budget Basis.	(\$3,583)	(\$2,235)	(\$128)	(\$10,486)
Net adjustments for revenue accruals	(1,252)	3,032	689	(1,184)
Net adjustments for expenditure accruals	4,212	25	1,972	2,167
Net adjustment for encumbrances	692	1,069	1,802	2,630
Net adjustments for other financing sources (uses) accruals ...	<u>(1,263)</u>	<u>-</u>	<u>-</u>	<u>(6)</u>
GAAP Basis	<u>(\$1,194)</u>	<u>\$1,891</u>	<u>\$4,335</u>	<u>(\$6,879)</u>

**Note M - Amendments to Original Appropriations
Budget**

Amendments beyond the object level must be approved by the Board of County Commissioners. In 2003, the original appropriation measure was increased (decreased) for the major funds by the Commissioners approximately as follows: General Fund, (\$4) million, and Capital Projects, \$10 million.

Note N - Contingencies

The County owns and operated a landfill site located in the western portion of the county. The site accepted solid waste from a number of private and industrial waste haulers from 1954 to its closure in 1976. A solid waste transfer station was operated from May, 1980 through July, 1991. This site is now closed and the County no longer operates a landfill. State and federal laws require the County to cleanup, monitor and maintain the site.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note N - Contingencies (continued)

The County engaged a consultant to complete a study regarding the cleanup, monitoring and maintenance of the site. This study will be subject to review by the Ohio Environmental Protection Agency. The study estimates approximately \$12.3 million will be needed to enact the plan, of which approximately \$162 thousand of the costs are to be incurred in the next year. The current liability of \$162 thousand is included in accounts payable in the Capital Projects Fund with the remaining \$12.3 million recorded as a long-term liability due in more than one year. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Funding is expected to be obtained from the issuance of General Obligation notes or bonds, and from the State Infrastructure Bond Fund. Other potential sources of revenue include indemnification by generators for response costs incurred.

The County is a defendant in a number of other claims and lawsuits which may be classified as routine litigation. In addition, the County is a defendant in numerous other claims and lawsuits ranging from tort liability to civil rights litigation. Management believes that any settlement related to these claims and lawsuits will not have a material adverse effect on the financial position of the County.

The County participates in a number of Federal and State assisted grant programs. The major programs are through: Ohio Department of Alcohol and Drug Addiction; Community Development Block Grant; Ohio Department of Human Services; and Ohio Department of Mental Health. These programs are subject to financial and compliance audits by grantors or their representatives. Audits of certain programs have been completed under guidance of OMB Circular A-133 and are included in a separately issued report. There were no material instances of noncompliance or findings noted within these reports.

Note O - Joint Venture

Lucas County has entered into a contractual agreement with the City of Toledo, Defiance County, Fulton County,

Henry County, and Williams County to form the Corrections Commission of Northwest Ohio to operate a regional jail in northwestern Ohio. Each entity is responsible for a portion of the capital and operating budget as follows:

City of Toledo	35.65%
Lucas County	31.84%
Defiance County	9.35%
Fulton County	8.65%
Williams County	8.65%
Henry County	<u>5.86%</u>
	<u>100.00%</u>

The Corrections Commission of Northwest Ohio is an 18 member board made up of the president of the Board of County Commissioners, Sheriff, presiding judge of the Court of Common Pleas for each County, the Mayor, Chief of Police, and presiding Municipal Court Judge for The City of Toledo. Each participating entity has an equal degree of control over budgeting and financing.

All debt for the construction of the jail was incurred by the participating governmental agencies, and are not liabilities of the Corrections Commission of Northwest Ohio. Lucas County has approximately \$1.4 million of bonds outstanding at year end for construction of the regional jail.

Complete financial statements of the Corrections Commission of Northwest Ohio can be obtained from its administrative office as follows:

CORRECTIONS COMMISSION OF NORTHWEST OHIO
03151 ROAD 24.25 RT. 1, BOX 100-A
STRYKER, OHIO 43557

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2003

Note P - Risk Management

Self-Funded Insurance: The County is self-funded for dental, prescription drug, and health benefits. The programs are administered by a third party, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in internal service funds. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. Settled claims have not materially exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

The claims liability of \$8.1 million reported in the internal service funds at December 31, 2003, is based on the requirements of GASB Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported (see table below). Changes in the funds' claims liability amounts for 2002 and 2003 were:

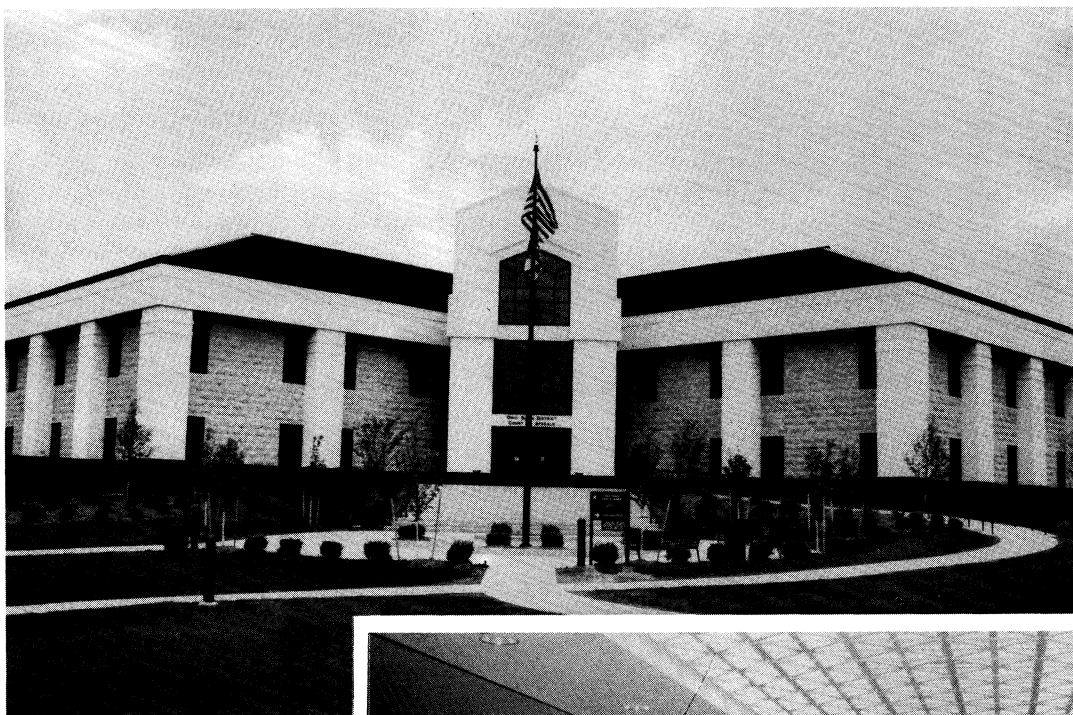
	<u>Balance at Beginning of Year</u>	<u>Current years Claims</u>	<u>Change in Provision for Workers Compensation Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2002..	\$6,841	\$23,303	\$691	\$23,813	\$7,022
2003..	\$7,022	\$29,058	\$641	\$28,573	\$8,148

Note Q -Change in Reporting Entity

Community Living Options, Inc., a discretely presented component unit, discontinued operations retroactive to December 31, 2002. This resulted in a change in the beginning net assets for the discretely presented component units of \$2,376 thousand.

Net Assets, Discretely Presented Component Units previously reported at December 31, 2002	\$17,822
Discontinuation of Community Living Options, Inc.	<u>(2,376)</u>
Net Assets, Discretely Presented Component Units at December 31, 2002 as restated	<u>\$15,446</u>

Combining Financial Statements and Schedules

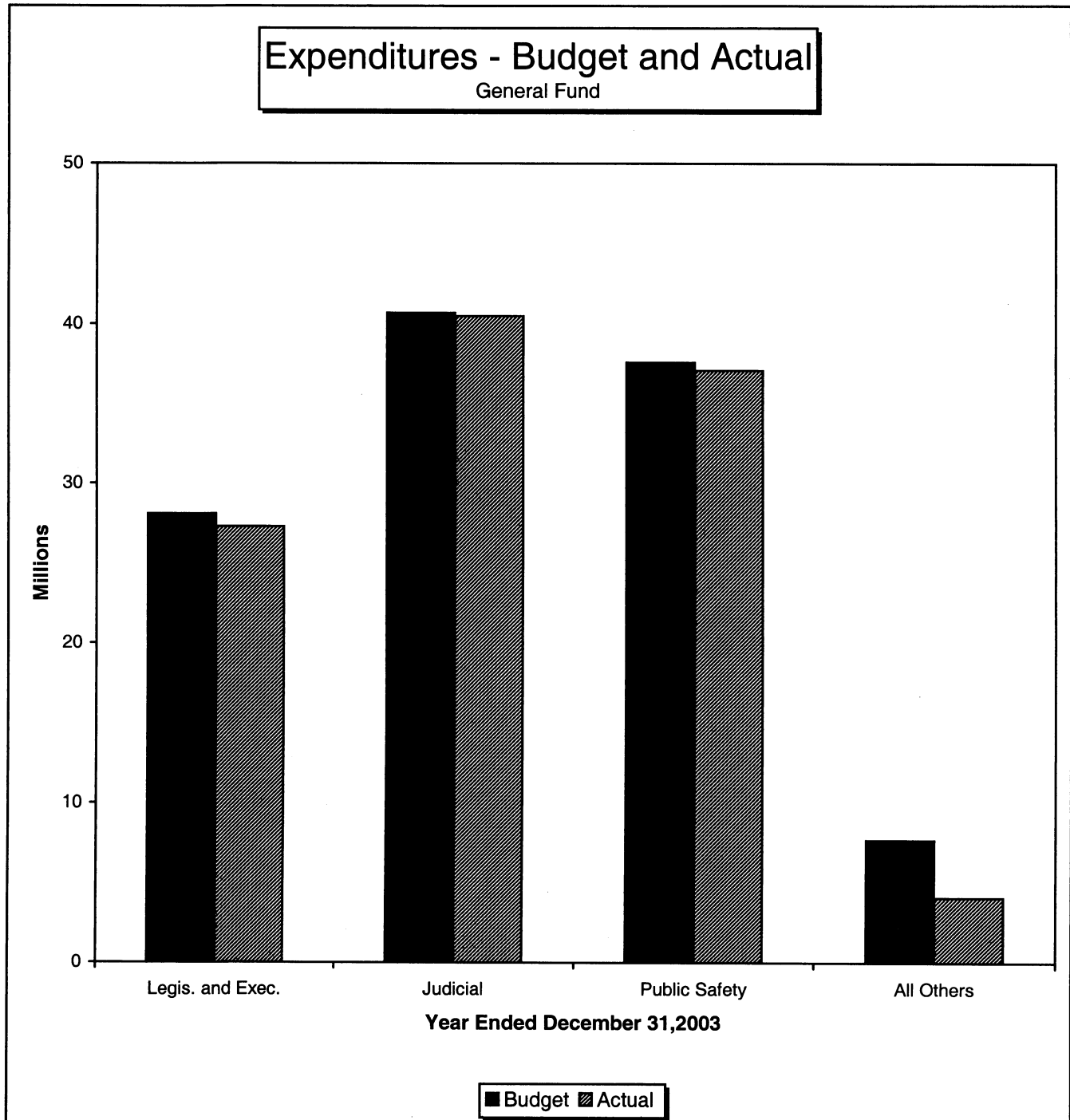


Construction was completed on a new building to house the 6th district Court of Appeals in 2003 at a cost of approximately \$7 million dollars. The structure located at the northwest corner of the Civic Center Mall in Toledo, is a partnership between Lucas County and 7 regional

counties that lie within the jurisdiction of the 6th District Court of Appeals. Lucas County is responsible for 50% of the project cost. The County issued bonds to cover construction costs in the fall of 2003.

**LUCAS COUNTY, OHIO
GENERAL FUND
December 31, 2003**

General Fund - The General Fund accounts for all financial resources and expenditures except for those to be accounted for in other funds or account groups.



LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
General Government-				
Legislative and executive				
<i>Training & Development</i>				
Personal services.....	\$ 128	\$ 100	\$ 100	\$ -
Materials and supplies.....	20	20	18	2
Charges and services.....	6	6	2	4
Capital outlay and equipment.....	2	2	-	2
<i>Department of Personnel-</i>				
Personal services.....	746	566	565	1
Materials and supplies.....	7	7	7	-
Charges and services.....	130	129	118	11
Capital outlay and equipment.....	11	6	5	1
<i>Commissioners-</i>				
Personal services.....	492	463	446	17
Materials and supplies.....	12	12	11	1
Charges and services.....	59	59	33	26
Capital outlay and equipment.....	4	4	1	3
<i>Management and Budget-</i>				
Personal services.....	457	430	421	9
Materials and supplies.....	9	9	7	2
Charges and services.....	95	76	59	17
Capital outlay and equipment.....	8	6	4	2
<i>Auditor-</i>				
Personal services.....	1,479	1,480	1,470	10
Materials and supplies.....	100	88	81	7
Charges and services.....	280	238	230	8
Capital outlay and equipment.....	21	9	9	-
<i>Auditor Personal Property-</i>				
Personal services.....	450	445	444	1
Materials and supplies.....	9	10	9	1
Charges and services.....	15	16	15	1
Capital outlay and equipment.....	3	1	-	1
<i>Auditor Real Property Evaluation-</i>				
Personal services.....	822	802	801	1
Materials and supplies.....	11	9	7	2
Charges and services.....	15	13	11	2
Capital outlay and equipment.....	5	-	-	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance:</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Treasurer-</i>				
Personal services.....	1,067	1,030	1,027	3
Materials and supplies.....	20	19	18	1
Charges and services.....	191	172	169	3
Capital outlay and equipment.....	6	4	4	-
<i>Treasurer Personal Property-</i>				
Personal services.....	215	213	212	1
Materials and supplies.....	10	9	6	3
Charges and services.....	13	12	8	4
<i>Budget Commission-</i>				
Personal services.....	91	92	92	-
Materials and supplies.....	-	-	-	-
Charges and services.....	2	-	-	-
<i>Board of Revision-</i>				
Personal services.....	168	168	167	1
Materials and supplies.....	8	8	6	2
Charges and services.....	2	-	-	-
Capital outlay and equipment.....	4	3	3	-
<i>Audit-</i>				
Charges and services.....	181	181	148	33
<i>Planning Commission-</i>				
Charges and services.....	370	370	370	-
<i>Data Processing-</i>				
Personal services.....	1,903	1,921	1,915	6
Materials and supplies.....	31	31	20	11
Charges and services.....	714	803	779	24
Capital outlay and equipment.....	279	167	147	20
<i>Collect CT Costs-</i>				
Personal services.....	22	6	-	6
Materials and supplies.....	7	7	1	6
Charges and services.....	12	12	7	5
Capital outlay and equipment.....	-	-	-	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<i>Hotel Motel Administration-</i>				
Personal services.....	55	54	54	-
Materials and supplies.....	2	2	1	1
Charges and services.....	8	8	5	3
Capital outlay and equipment.....	5	5	-	5
<i>County Administrator-</i>				
Personal services.....	600	654	648	6
Materials and supplies.....	8	8	7	1
Charges and services.....	54	39	17	22
Capital outlay and equipment.....	5	7	6	1
<i>Support Services-</i>				
Personal services.....	390	390	389	1
Materials and supplies.....	6	6	6	-
Charges and services.....	12	11	8	3
Capital outlay and equipment.....	2	2	2	-
<i>Board of Elections-</i>				
Personal services.....	1,456	1,326	1,267	59
Materials and supplies.....	256	278	268	10
Charges and services.....	927	783	715	68
Capital outlay and equipment.....	13	79	72	7
<i>Capital Improvements-</i>				
Charges and services.....	6,933	6,369	6,362	7
Capital outlay and equipment.....	156	188	180	8
<i>Facilities-</i>				
Personal services.....	3,989	3,405	3,395	10
Materials and supplies.....	285	360	295	65
Charges and services.....	1,441	1,305	1,151	154
Capital outlay and equipment.....	67	37	22	15
<i>Recorder-</i>				
Personal services.....	762	731	725	6
Materials and supplies.....	38	40	37	3
Charges and services.....	50	43	37	6
Capital outlay and equipment.....	4	1	-	1

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Dept. of Public Service-</i>				
Personal services.....	53	17	16	1
Materials and supplies.....	3	3	-	3
Charges and services.....	46	9	3	6
Capital outlay and equipment.....	3	-	-	-
<i>Centralized Records Center-</i>				
Personal services.....	57	58	57	1
Materials and supplies.....	-	-	-	-
Charges and services.....	2	2	1	1
Capital outlay and equipment.....	4	4	3	1
<i>Taxes-</i>				
Charges and services.....	230	181	181	-
<i>Insurance-</i>				
Personal services.....	75	75	52	23
Charges and services.....	1,151	1,215	1,196	19
<i>Other-</i>				
Charges and services.....	172	157	143	14
<i>Total legislative and executive.....</i>	30,032	28,086	27,294	792
<i>Judicial</i>				
<i>Prosecutor-</i>				
Personal services.....	5,182	5,053	5,040	13
Materials and supplies.....	55	61	56	5
Charges and services.....	132	140	129	11
Capital outlay and equipment.....	10	5	4	1
<i>Court Rehabilitation & Correction-</i>				
Personal services.....	468	428	427	1
Materials and supplies.....	13	19	16	3
Charges and services.....	45	37	35	2
Capital outlay and equipment.....	10	4	4	-
<i>Court of Appeals-</i>				
Materials and supplies.....	67	47	40	7
Charges and services.....	172	261	235	26
Capital outlay and equipment.....	83	96	93	3

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

General Government - continued	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
<i>Judicial - continued</i>				
<i>Common Pleas Court-</i>				
Personal services.....	2,937	2,955	2,947	8
Materials and supplies.....	104	78	75	3
Charges and services.....	377	234	228	6
Capital outlay and equipment.....	48	31	30	1
<i>Work Release-</i>				
Personal services.....	1,880	1,828	1,824	4
Materials and supplies.....	84	88	83	5
Charges and services.....	304	234	219	15
Capital outlay and equipment.....	42	24	22	2
<i>Jury Commission-</i>				
Personal services.....	84	83	82	1
Materials and supplies.....	22	19	18	1
Charges and services.....	245	194	188	6
Capital outlay and equipment.....	2	8	7	1
<i>Adult Probation-</i>				
Personal services.....	1,452	1,437	1,433	4
Materials and supplies.....	110	100	86	14
Charges and services.....	35	28	24	4
Capital outlay and equipment.....	2	-	-	-
<i>Pretrial Presentence Division-</i>				
Personal services.....	1,781	1,811	1,810	1
Materials and supplies.....	103	105	97	8
Charges and services.....	46	33	31	2
Capital outlay and equipment.....	16	9	9	-
<i>Domestic Relations Court-</i>				
Personal services.....	2,503	2,508	2,507	1
Materials and supplies.....	17	14	14	-
Charges and services.....	164	165	161	4
Capital outlay and equipment.....	5	4	3	1
<i>Juvenile Court-</i>				
Personal services.....	7,260	7,283	7,281	2
Materials and supplies.....	258	221	220	1
Charges and services.....	449	386	376	10
Capital outlay and equipment.....	37	39	39	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
General Government - continued				
<i>Judicial - continued</i>				
<i>Common Pleas Security-</i>				
Personal services.....	1,034	1,107	1,105	2
Materials and supplies.....	3	3	2	1
Charges and services.....	20	22	12	10
Capital outlay and equipment.....	5	4	3	1
<i>Detention Home-</i>				
Personal services.....	2,839	2,884	2,884	-
Materials and supplies.....	245	217	216	1
Charges and services.....	369	361	360	1
Capital outlay and equipment.....	12	7	7	-
<i>Probate Court-</i>				
Personal services.....	1,937	1,942	1,941	1
Materials and supplies.....	32	32	31	1
Charges and services.....	81	55	49	6
Capital outlay and equipment.....	-	-	-	-
<i>Integrated Justice System-</i>				
Personal services.....	135	125	124	1
Materials and supplies.....	2	2	1	1
Charges and services.....	270	274	226	48
Capital outlay and equipment.....	53	36	33	3
<i>Clerk of Courts-</i>				
Personal services.....	1,869	1,841	1,840	1
Materials and supplies.....	315	291	291	-
Charges and services.....	74	83	76	7
Capital outlay and equipment.....	24	20	18	2
<i>Community Supervision-</i>				
Personal services.....	501	493	493	-
Materials and supplies.....	2	2	2	-
Charges and services.....	102	112	103	9
Capital outlay and equipment.....	2	1	1	-
<i>Public Defenders</i>				
Charges and services.....	3,563	3,760	3,738	22
<i>Municipal Courts-</i>				
Personal services.....	657	662	643	19
Charges and services.....	104	101	88	13

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Judicial - continued</i>				
<i>Law Library-</i>				
Personal services.....	140	142	142	-
<i>Other-</i>				
Charges and services.....	273	129	130	(1)
<i>Total judicial.....</i>	41,267	40,778	40,452	326
Public safety				
<i>Medical Corrections-</i>				
Personal services.....	988	822	821	1
Materials and supplies.....	62	44	36	8
Charges and services.....	466	671	563	108
Capital outlay and equipment.....	12	12	10	2
<i>Coroner-</i>				
Personal services.....	1,177	1,041	1,017	24
Materials and supplies.....	6	8	8	-
Charges and services.....	157	133	104	29
Capital outlay and equipment.....	1	1	1	-
<i>Sheriff - New Class-</i>				
Charges and services.....	100	7	7	-
<i>Sheriff - Corrections center-</i>				
Personal services.....	16,523	16,308	16,300	8
Materials and supplies.....	213	231	230	1
Charges and services.....	1,442	1,367	1,237	130
Capital outlay and equipment.....	55	53	30	23
<i>Sheriff - Law Enforcement-</i>				
Personal services.....	5,779	5,411	5,408	3
Materials and supplies.....	146	157	157	-
Charges and services.....	508	457	428	29
Capital outlay and equipment.....	8	15	15	-
<i>Sheriff - Administration</i>				
Personal services.....	1,964	1,961	1,959	2
Materials and supplies.....	43	44	41	3
Charges and services.....	399	288	264	24
Capital outlay and equipment.....	9	9	9	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
Public safety - continued				
<i>Sheriff - 911 Call Takers-</i>				
Personal services.....	-	-	-	-
Materials and supplies.....	-	-	-	-
Charges and services.....	1	1	-	1
<i>Public Safety Contracts-</i>				
Personal services.....	537	265	246	19
Charges and services.....	10	12	11	1
<i>Public Safety Court Security-</i>				
Personal services.....	3,860	3,927	3,924	3
Charges and services.....	64	63	61	2
<i>Incarceration Facility-</i>				
Charges and services.....	3,763	3,645	3,645	-
<i>Other-</i>				
Charges and services.....	599	599	599	-
<i>Total public safety.....</i>	38,892	37,552	37,131	421
Public works				
<i>Engineer-</i>				
Personal services.....	161	168	168	-
Materials and supplies.....	14	16	16	-
Charges and services.....	78	63	60	3
Capital outlay and equipment.....	5	1	1	-
<i>Ditch Maintenance-</i>				
Personal services.....	6	6	-	6
Charges and services.....	59	59	14	45
<i>Total public works.....</i>	323	313	259	54
Health				
<i>Health Services-</i>				
Charges and services.....	1,177	978	847	131
<i>Registration of Vital Statistics-</i>				
Charges and services.....	9	9	-	9
<i>Total health.....</i>	1,186	987	847	140

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Human services				
<i>Veterans Service Commission-</i>				
Personal services.....	384	382	379	3
Materials and supplies.....	8	12	12	-
Charges and services.....	1,131	1,130	1,073	57
Capital outlay and equipment.....	15	15	8	7
<i>Veterans Service-</i>				
Charges and services.....	25	22	22	-
<i>Other-</i>				
Charges and services.....	-	75	74	1
<i>Total human services.....</i>	<u>1,563</u>	<u>1,636</u>	<u>1,568</u>	<u>68</u>
Conservation and recreation				
<i>Recreation-</i>				
Personal services.....	670	628	571	57
Materials and supplies.....	67	67	65	2
Charges and services.....	332	433	396	37
Capital outlay and equipment.....	21	8	4	4
<i>Agriculture-</i>				
Charges and services.....	331	376	373	3
<i>Other-</i>				
Charges and services.....	61	61	61	-
<i>Total conservation and recreation.....</i>	<u>1,482</u>	<u>1,573</u>	<u>1,470</u>	<u>103</u>
Miscellaneous				
<i>Contingencies-</i>				
Charges and services.....	1,779	2,522	1,490	1,032
<i>Other-</i>				
Charges and services.....	1,130	663	630	33
<i>Total miscellaneous.....</i>	<u>2,909</u>	<u>3,185</u>	<u>2,120</u>	<u>1,065</u>
<i>Total expenditures.....</i>	<u>\$ 117,654</u>	<u>\$ 114,110</u>	<u>\$ 111,141</u>	<u>\$ 2,969</u>

LUCAS COUNTY, OHIO
NONMAJOR GOVERNMENTAL
December 31, 2003

Special Revenue Funds- *The Special Revenue funds account for all specific financial resources (other than expendable trusts, or major capital projects) that are legally restricted for specified expenditure purposes. The following are the Special Revenue funds which Lucas County operates:*

Community Mental Health- To account for revenues received from a county-wide property tax levy, federal and state grants, and reimbursements used for various county mental health programs.

Real Estate Assessment- To account for state mandated county-wide real estate reappraisals.

Motor Vehicle and Gas Tax- To account for monies received by the County for State gasoline tax and vehicle registration fees used for county road and bridge improvements programs.

Emergency Medical Services- To account for emergency medical care financed by a county-wide sales tax.

Emergency Telephone System- To account for a county-wide property tax levy used for emergency telephone assistance

Zoo Operating- To account for a county-wide property tax levy. Monies are distributed directly to the Toledo Zoological Society.

Child Support Enforcement Agency- To account for revenues from: fees, fines, federal and state grants and other similar revenue sources, and to account for legally restricted expenditures used for the collection and protection of support payments made and owed to parents and children.

Capital Projects Funds- Capital Projects funds account for financial resources to be used for the construction of acquisition of major capital facilities (other than those finances by proprietary funds and trust funds). The following are the Capital funds which Lucas County operates:

Other Special Revenue Funds- To account for revenues from: fees, taxes, fines, federal and state grants, licenses and other similar revenue sources, and to account for legally restricted expenditures for specified purposes. Summarized information on the financial activity and balances of the following Special Revenue funds include:

- Dog and Kennel
- Hotel Lodging Tax
- Community Development Grant
- Emergency Management Agency
- Marriage License
- Coroner's Lab Fund
- Law Enforcement Drug Fund
- Delinquent Real Estate Tax and Assessment Collection Fund
- Tax Installment Payment Plan
- Emergency Planning Fund
- Indigent Guardianship
- Drug & Alcohol Services Board
- Community MR/RES Services
- Senior Services
- Economic Development
- Indigent Drivers
- Probation Service
- Motor Vehicle Enforcement and Education
- Building Regulations
- Certificate of Title Administration
- Recorder Equipment
- Juvenile Treatment Center
- Juvenile Felony Care
- Adult Probation Grant
- Correctional Treatment Facility
- Common Pleas Civil Mediation
- Sheriff's Policing
- Workforce Development
- Administration of Justice
- Local Development

When compared to combined Special Revenue fund totals, other special revenue funds comprise less than 10% in each of the following categories: assets, liabilities, revenues and expenditures.

Permanent Zoo Improvements- To account for a County-wide property tax levy used for renovation and construction of buildings, facilities and infrastructure for the Toledo Zoo.

LUCAS COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2003
(Amounts in 000's)

	Nonmajor Special Revenue Funds				
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System
ASSETS					
Pooled cash and cash equivalents	\$ 918	\$ 255	\$ 396	\$ 212	\$ 745
Pooled investments	8,419	2,343	3,628	1,948	6,839
Receivables (net of allowance for uncollectables)					
Taxes	9,410	-	-	-	5,602
Accounts	-	-	4	-	-
Loans	-	-	-	-	-
Due from other governments	450	-	5,597	-	283
Inventory: materials and supplies	-	-	466	-	-
Total assets	<u>\$ 19,197</u>	<u>\$ 2,598</u>	<u>\$ 10,091</u>	<u>\$ 2,160</u>	<u>\$ 13,469</u>
LIABILITIES					
Accounts payable	\$ 555	\$ 77	\$ 436	\$ 1,038	\$ 59
Accrued wages and benefits	21	46	113	24	10
Due to other funds	-	-	-	6	-
Deferred revenue	9,925	-	4,199	-	5,924
Total liabilities	<u>10,501</u>	<u>123</u>	<u>4,748</u>	<u>1,068</u>	<u>5,993</u>
Fund balances:					
Reserved for:					
Encumbrances	4,414	66	1,044	301	1,193
Inventory	-	-	466	-	-
Loans receivable	-	-	-	-	-
Unreserved undesignated	4,282	2,409	3,833	791	6,283
Total fund balances	<u>8,696</u>	<u>2,475</u>	<u>5,343</u>	<u>1,092</u>	<u>7,476</u>
Total liabilities and fund balances	<u>\$ 19,197</u>	<u>\$ 2,598</u>	<u>\$ 10,091</u>	<u>\$ 2,160</u>	<u>\$ 13,469</u>

Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Total	Capital Project	
				Permanent Zoo Improvements	Total Nonmajor Governmental Funds
\$ 20	\$ 258	\$ 1,770	\$ 4,574	\$ 22	\$ 4,596
186	2,367	22,358	48,088	201	48,289
5,627	-	3,048	23,687	6,100	29,787
-	-	251	255	-	255
-	-	77	77	-	77
315	-	1,599	8,244	298	8,542
-	-	-	466	-	466
<u>\$ 6,148</u>	<u>\$ 2,625</u>	<u>\$ 29,103</u>	<u>\$ 85,391</u>	<u>\$ 6,621</u>	<u>\$ 92,012</u>
\$ -	\$ 129	\$ 2,468	\$ 4,762	\$ -	\$ 4,762
-	153	230	597	-	597
-	2	7	15	-	15
5,981	-	3,259	29,288	6,436	35,724
<u>5,981</u>	<u>284</u>	<u>5,964</u>	<u>34,662</u>	<u>6,436</u>	<u>41,098</u>
-	291	6,536	13,845	-	13,845
-	-	-	466	-	466
-	-	77	77	-	77
167	2,050	16,526	36,341	185	36,526
167	2,341	23,139	50,729	185	50,914
<u>\$ 6,148</u>	<u>\$ 2,625</u>	<u>\$ 29,103</u>	<u>\$ 85,391</u>	<u>\$ 6,621</u>	<u>\$ 92,012</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Nonmajor Special Revenue Funds				
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System
REVENUES					
Taxes.....	\$ 9,203	\$ -	\$ -	\$ -	\$ 5,408
Charges for services.....	-	3,731	141	-	-
Fines and forfeits.....	-	-	50	-	-
Inergovernmental revenue	27,458	-	15,551	-	-
Miscellaneous revenue.....	412	35	123	57	2
Total revenues.....	<u>37,073</u>	<u>3,766</u>	<u>15,865</u>	<u>57</u>	<u>5,410</u>
EXPENDITURES					
Current:					
General government:					
Legislative and executive.....	-	3,529	-	-	-
Judicial.....	-	-	-	-	-
Public safety.....	-	-	-	8,791	3,143
Public works.....	-	-	16,583	-	-
Health.....	35,401	-	-	-	-
Human services.....	-	-	-	-	-
Conservation and recreation.....	-	-	-	-	-
Miscellaneous.....	-	-	-	-	-
Capital outlay.....	-	-	-	-	-
Total expenditures.....	<u>35,401</u>	<u>3,529</u>	<u>16,583</u>	<u>8,791</u>	<u>3,143</u>
Excess of revenues over (under) expenditures.....	<u>1,672</u>	<u>237</u>	<u>(718)</u>	<u>(8,734)</u>	<u>2,267</u>
OTHER FINANCING SOURCES (USES)					
OPWC loan proceeds.....	-	-	441	-	-
Proceeds of cap.lease trans.....	-	-	-	-	-
Operating transfers in.....	-	-	-	8,958	-
Operating transfers out.....	-	-	(384)	-	-
Total other financing sources (uses)....	<u>-</u>	<u>-</u>	<u>57</u>	<u>8,958</u>	<u>-</u>
Net change in fund balances.....	1,672	237	(661)	224	2,267
Fund balance at beginning of year.....	<u>7,024</u>	<u>2,238</u>	<u>6,004</u>	<u>868</u>	<u>5,209</u>
Fund balance at end of year.....	<u>\$ 8,696</u>	<u>\$ 2,475</u>	<u>\$ 5,343</u>	<u>\$ 1,092</u>	<u>\$ 7,476</u>

Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Total	Capital Projects	
				Permanent Zoo Improvements	Total Nonmajor Governmental Funds
\$ 5,446	\$ -	\$ 6,579	\$ 26,636	\$ 5,885	\$ 32,521
-	1,224	7,535	12,631	-	12,631
-	-	109	159	-	159
-	10,128	23,877	77,014	-	77,014
1	55	15,349	16,034	1	16,035
5,447	11,407	53,449	132,474	5,886	138,360
-	-	7,336	10,865	-	10,865
-	11,432	3,171	14,603	-	14,603
-	-	8,729	20,663	-	20,663
-	-	-	16,583	-	16,583
-	-	12,222	47,623	-	47,623
-	-	3,707	3,707	-	3,707
5,465	-	1,941	7,406	-	7,406
-	-	18,332	18,332	-	18,332
-	-	-	-	5,900	5,900
5,465	11,432	55,438	139,782	5,900	145,682
(18)	(25)	(1,989)	(7,308)	(14)	(7,322)
-	-	-	441	-	441
-	-	8	8	-	8
-	-	1,883	10,841	-	10,841
-	-	(358)	(742)	-	(742)
-	-	1,533	10,548	-	10,548
(18)	(25)	(456)	3,240	(14)	3,226
185	2,366	23,595	47,489	199	47,688
\$ 167	\$ 2,341	\$ 23,139	\$ 50,729	\$ 185	\$ 50,914

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MENTAL HEALTH - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 9,120	\$ 9,211	\$ 91
Intergovernmental revenue.....	26,979	27,688	709
Miscellaneous revenue.....	<u>155</u>	<u>412</u>	<u>257</u>
<i>Total revenue.....</i>	36,254	37,311	1,057
Expenditures:			
Current:			
Health			
Personal services.....	1,183	1,125	58
Materials and supplies.....	29	25	4
Charges and services.....	41,883	41,398	485
Capital outlay and equipment.....	<u>23</u>	<u>4</u>	<u>19</u>
<i>Total expenditures.....</i>	<u>43,118</u>	<u>42,552</u>	<u>566</u>
<i>Excess of revenues over (under) expenditures.....</i>	(6,864)	(5,241)	1,623
Fund balance at beginning of year.....	5,132	5,132	-
Prior year encumbrances appropriated.....	<u>3,380</u>	<u>3,380</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 1,648</u></u>	<u><u>\$ 3,271</u></u>	<u><u>\$ 1,623</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
REAL ESTATE ASSESSMENT - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 3,675	\$ 3,734	\$ 59
Miscellaneous revenue.....	<u>35</u>	<u>35</u>	<u>-</u>
<i>Total revenue.....</i>	3,710	3,769	59
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	2,812	2,743	69
Materials and supplies.....	205	28	177
Charges and services.....	1,416	687	729
Capital outlay and equipment.....	<u>457</u>	<u>309</u>	<u>148</u>
<i>Total expenditures.....</i>	<u>4,890</u>	<u>3,767</u>	<u>1,123</u>
<i>Excess of revenues over (under) expenditures.....</i>	(1,180)	2	1,182
Fund balance at beginning of year.....	2,210	2,210	-
Prior year encumbrances appropriated.....	<u>245</u>	<u>245</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 1,275</u></u>	<u><u>\$ 2,457</u></u>	<u><u>\$ 1,182</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE & GAS TAX - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 75	\$ 141	\$ 66
Fines and forfeits.....	55	50	(5)
Intergovernmental revenue.....	15,486	15,942	456
Miscellaneous revenue.....	<u>215</u>	<u>202</u>	<u>(13)</u>
<i>Total revenue.....</i>	15,831	16,335	504
Expenditures:			
Current:			
Public works			
Personal services.....	6,438	6,229	209
Materials and supplies.....	344	284	60
Charges and services	13,481	11,775	1,706
Capital outlay and equipment.....	<u>331</u>	<u>323</u>	<u>8</u>
<i>Total expenditures.....</i>	<u>20,594</u>	<u>18,611</u>	<u>1,983</u>
<i>Excess of revenues over (under) expenditures.....</i>	(4,763)	(2,276)	2,487
Fund balance at beginning of year.....	1,939	1,939	-
Prior year encumbrances appropriated.....	<u>2,968</u>	<u>2,968</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 144</u></u>	<u><u>\$ 2,631</u></u>	<u><u>\$ 2,487</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous revenue.....	\$ 10	\$ 57	\$ 47
<i>Total revenue.....</i>	10	57	47
Expenditures:			
Current:			
Public safety			
Personal services	1,368	1,331	37
Materials and supplies	524	395	129
Charges and services	7,746	7,619	127
Capital outlay and equipment	188	87	101
<i>Total expenditures.....</i>	9,826	9,432	394
<i>Excess of revenues over (under) expenditures.....</i>	(9,816)	(9,375)	441
Other financing sources:			
Operating transfers in.....	8,958	8,958	-
<i>Total other financing sources.....</i>	8,958	8,958	-
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(858)	(417)	441
Fund balance at beginning of year.....	788	788	-
Prior year encumbrances appropriated.....	395	395	-
Fund balance at end of year.....	<u>\$ 325</u>	<u>\$ 766</u>	<u>\$ 441</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY TELEPHONE SYSTEM - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 5,565	\$ 5,414	\$ (151)
Miscellaneous revenue.....	-	2	2
	<hr/>	<hr/>	<hr/>
<i>Total revenue.....</i>	5,565	5,416	(149)
Expenditures:			
Current:			
Public safety			
Personal services	908	541	367
Materials and supplies	22	15	7
Charges and services	8,126	3,887	4,239
Capital outlay and equipment	158	149	9
	<hr/>	<hr/>	<hr/>
<i>Total expenditures.....</i>	9,214	4,592	4,622
	<hr/>	<hr/>	<hr/>
<i>Excess of revenues over (under) expenditures.....</i>	(3,649)	824	4,473
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year.....	4,703	4,703	-
Prior year encumbrances appropriated.....	649	649	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year.....	<u>\$ 1,703</u>	<u>\$ 6,176</u>	<u>\$ 4,473</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ZOO OPERATING - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 5,648	\$ 5,451	\$ (197)
Miscellaneous revenue.....	<u>5</u>	<u>2</u>	<u>(3)</u>
<i>Total revenue.....</i>	5,653	5,453	(200)
Expenditures:			
Current:			
Conservation and recreation			
Charges and services	<u>5,500</u>	<u>5,465</u>	<u>35</u>
<i>Total expenditures.....</i>	<u>5,500</u>	<u>5,465</u>	<u>35</u>
<i>Excess of revenues over (under) expenditures.....</i>	153	(12)	(165)
Fund balance at beginning of year.....	41	41	-
Fund balance at end of year.....	<u>\$ 194</u>	<u>\$ 29</u>	<u>\$ (165)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILD SUPPORT ENFORCEMENT AGENCY - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 853	\$ 1,312	\$ 459
Intergovernmental revenue.....	10,745	10,128	(617)
Miscellaneous revenue.....	<u>59</u>	<u>58</u>	<u>(1)</u>
<i>Total revenue.....</i>	11,657	11,498	(159)
Expenditures:			
Current:			
General government			
Judicial			
Personal services.....	9,968	9,309	659
Materials and supplies.....	262	200	62
Charges and services	3,229	2,782	447
Capital outlay and equipment.....	<u>135</u>	<u>51</u>	<u>84</u>
<i>Total expenditures.....</i>	<u>13,594</u>	<u>12,342</u>	<u>1,252</u>
<i>Excess of revenues over (under) expenditures.....</i>	(1,937)	(844)	1,093
Fund balance at beginning of year.....	2,612	2,612	-
Prior year encumbrances appropriated.....	<u>448</u>	<u>448</u>	<u>-</u>
Fund balance at end of year.....	<u>\$ 1,123</u>	<u>\$ 2,216</u>	<u>\$ 1,093</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DOG AND KENNEL - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 923	\$ 1,012	\$ 89
Fines and forfeits.....	56	73	17
Miscellaneous revenue.....	<u>129</u>	<u>126</u>	<u>(3)</u>
<i>Total revenue.....</i>	1,108	1,211	103
Expenditures:			
Current:			
General government			
Health			
Personal services.....	1,234	1,218	16
Materials and supplies.....	148	107	41
Charges and services	198	185	13
Capital outlay and equipment.....	<u>9</u>	<u>7</u>	<u>2</u>
<i>Total expenditures.....</i>	<u>1,589</u>	<u>1,517</u>	<u>72</u>
<i>Excess of revenues over (under) expenditures.....</i>	(481)	(306)	175
Other financing sources:			
Operating transfers in.....	<u>302</u>	<u>252</u>	<u>(50)</u>
<i>Total other financing sources.....</i>	<u>302</u>	<u>252</u>	<u>(50)</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(179)	(54)	125
Fund balance at beginning of year.....	324	324	-
Prior year encumbrances appropriated.....	51	51	-
Fund balance at end of year.....	<u><u>\$ 196</u></u>	<u><u>\$ 321</u></u>	<u><u>\$ 125</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
HOTEL LODGING TAX - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	<u>4,500</u>	<u>3,608</u>	<u>(892)</u>
<i>Total revenue.....</i>	<u>4,500</u>	<u>3,608</u>	<u>(892)</u>
Expenditures:			
Current:			
Miscellaneous			
Charges and services.....	<u>3,800</u>	<u>3,608</u>	<u>192</u>
<i>Total expenditures.....</i>	<u>3,800</u>	<u>3,608</u>	<u>192</u>
<i>Excess of revenues over (under) expenditures.....</i>	<u>700</u>	<u>-</u>	<u>(700)</u>
Fund balance at beginning of year.....	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 700</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (700)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 14,000	\$ 3,863	(10,137)
<i>Total revenue.....</i>	14,000	3,863	(10,137)
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	224	157	67
Materials and supplies.....	1	-	1
Charges and services.....	1,671	800	871
Capital outlay and equipment.....	496	47	449
<i>Total legislative & executive.....</i>	2,392	1,004	1,388
Judicial			
Personal services.....	928	602	326
Materials and supplies.....	37	34	3
Charges and services.....	2,088	1,788	300
Capital outlay and equipment.....	388	305	83
<i>Total judicial.....</i>	3,441	2,729	712
Public safety			
Personal services.....	276	216	60
Materials and supplies.....	1	1	-
Charges and services.....	408	308	100
Capital outlay and equipment.....	454	364	90
<i>Total public safety.....</i>	1,139	889	250
Health			
Charges and services.....	8	-	8
<i>Total health.....</i>	8	-	8
Conservation & recreation			
Charges and services.....	2,476	2,020	456
<i>Total conservation & recreation.....</i>	2,476	2,020	456

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Public Works			
Capital outlay and equipment.....	<u>1</u>	<u>-</u>	<u>(1)</u>
<i>Total public works.....</i>	<i>1</i>	<i>-</i>	<i>(1)</i>
Miscellaneous			
Charges and services.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total miscellaneous.....</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Total expenditures.....</i>	<i>9,457</i>	<i>6,642</i>	<i>2,815</i>
<i>Excess of revenues over (under) expenditures.....</i>	<i>4,543</i>	<i>(2,779)</i>	<i>(7,322)</i>
Other financing (uses):			
Operating transfers in.....	-	513	513
Operating transfers out.....	<u>(4,724)</u>	<u>(312)</u>	<u>4,412</u>
<i>Total other financing sources (uses)</i>	<i>(4,724)</i>	<i>201</i>	<i>4,925</i>
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses.....</i>	<i>(181)</i>	<i>(2,578)</i>	<i>(2,397)</i>
Fund balance at beginning of year.....	492	492	-
Prior year encumbrances appropriated.....	794	794	-
Fund balance at end of year.....	<u>\$ 1,105</u>	<u>\$ (1,292)</u>	<u>\$ (2,397)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MANAGEMENT AGENCY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 224	\$ 270	\$ 46
Miscellaneous revenue.....	<u>16</u>	<u>27</u>	<u>11</u>
<i>Total revenue.....</i>	240	297	57
Expenditures:			
Current:			
Public safety			
Personal services.....	313	289	24
Materials and supplies.....	6	5	1
Charges and services.....	137	108	29
Capital outlay and equipment.....	<u>13</u>	<u>8</u>	<u>5</u>
<i>Total expenditures.....</i>	<u>469</u>	<u>410</u>	<u>59</u>
<i>Excess of revenues over (under) expenditures....</i>	(229)	(113)	116
Other financing sources:			
Operating transfers in.....	<u>167</u>	<u>130</u>	<u>37</u>
<i>Total other financing sources.....</i>	<u>167</u>	<u>130</u>	<u>37</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(62)	17	79
Fund balance at beginning of year.....	58	58	-
Prior year encumbrances appropriated.....	<u>30</u>	<u>30</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 26</u></u>	<u><u>\$ 105</u></u>	<u><u>\$ 79</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORONER'S LAB FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 350	\$ 406	\$ 56
<i>Total revenue.....</i>	350	406	56
Expenditures:			
Current:			
Health			
Materials and supplies.....	97	57	40
Charges and services.....	445	298	147
Capital outlay and equipment.....	69	46	23
<i>Total expenditures.....</i>	611	401	210
<i>Excess of revenues over (under) expenditures.....</i>	(261)	5	266
Fund balance at beginning of year.....	751	751	-
Prior year encumbrances appropriated.....	53	53	-
Fund balance at end of year.....	<u>\$ 543</u>	<u>\$ 809</u>	<u>\$ 266</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MARRIAGE LICENSE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 200	\$ 167	\$ (33)
<i>Total revenue.....</i>	200	167	(33)
Expenditures:			
Current:			
Health			
Charges and services.....	200	180	20
<i>Total expenditures.....</i>	200	180	20
<i>Excess of revenues over (under) expenditures.....</i>	-	(13)	(13)
Fund balance at beginning of year.....	74	74	-
Fund balance at end of year.....	<u>\$ 74</u>	<u>\$ 61</u>	<u>\$ (13)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT DRUG FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Fines and forfeits.....	\$ 25	\$ -	\$ (25)
<i>Total revenue.....</i>	25	-	(25)
Expenditures:			
Current:			
Public safety			
Charges and services.....	25	-	25
<i>Total expenditures.....</i>	25	-	25
<i>Excess of revenues over (under) expenditures....</i>	-	-	-
Fund balance at beginning of year.....	18	18	-
Fund balance at end of year.....	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DELINQUENT REAL ESTATE TAX AND ASSESSMENT
COLLECTION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,300	\$ 1,404	\$ 104
Miscellaneous revenue.....	400	325	(75)
<i>Total revenue.....</i>	1,700	1,729	29
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	1,192	1,174	18
Materials and supplies.....	57	45	12
Charges and services.....	619	523	96
Capital outlay and equipment.....	24	17	7
<i>Total expenditures.....</i>	1,892	1,759	133
<i>Excess of revenues over (under) expenditures....</i>	(192)	(30)	162
Fund balance at beginning of year.....	826	826	-
Prior year encumbrances appropriated.....	48	48	-
Fund balance at end of year.....	<u>\$ 682</u>	<u>\$ 844</u>	<u>\$ 162</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
TAX INSTALLMENT PAYMENT PLAN - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 30	\$ 26	\$ (4)
<i>Total revenue.....</i>	30	26	(4)
Expenditures:			
Current:			
General government			
Legislative and executive			
Materials and supplies.....	6	3	3
Charges and services.....	19	14	5
Capital outlay and equipment.....	5	-	5
<i>Total expenditures.....</i>	30	17	13
<i>Excess of revenues over (under) expenditures.....</i>	-	9	9
Fund balance at beginning of year.....	214	214	-
Fund balance at end of year.....	<u>\$ 214</u>	<u>\$ 223</u>	<u>\$ 9</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY PLANNING FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 60	\$ 63	\$ 3
Miscellaneous revenue.....	<u>10</u>	<u>5</u>	<u>(5)</u>
<i>Total revenue.....</i>	70	68	(2)
Expenditures:			
Current:			
General government			
Public safety			
Materials and supplies.....	5	1	4
Charges and services.....	126	76	50
Capital outlay and equipment.....	<u>5</u>	<u>3</u>	<u>2</u>
<i>Total expenditures.....</i>	<u>136</u>	<u>80</u>	<u>56</u>
<i>Excess of revenues over (under) expenditures.....</i>	(66)	(12)	54
Fund balance at beginning of year.....	55	55	-
Prior year encumbrances appropriated.....	<u>4</u>	<u>4</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ (7)</u></u>	<u><u>\$ 47</u></u>	<u><u>\$ 54</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT GUARDIANSHIP FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous revenue.....	\$ 85	\$ 38	\$ (47)
<i>Total revenue.....</i>	85	38	(47)
Expenditures:			
Current:			
General government			
Judicial			
Charges and services.....	85	68	17
<i>Total expenditures.....</i>	85	68	17
<i>Excess of revenues over (under) expenditures.....</i>	-	(30)	(30)
Fund balance at beginning of year.....	63	63	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ 63</u>	<u>\$ 33</u>	<u>\$ (30)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DRUG & ALCOHOL SERVICES BOARD - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 9,795	\$ 9,653	\$ (142)
<i>Total revenue.....</i>	9,795	9,653	(142)
Expenditures:			
Current:			
Health			
Personal services.....	533	532	1
Materials and supplies.....	7	7	-
Charges and services.....	10,217	10,147	70
Capital outlay and equipment.....	9	9	-
<i>Total expenditures.....</i>	10,766	10,695	71
<i>Excess of revenues over (under) expenditures.....</i>	(971)	(1,042)	(71)
Fund balance at beginning of year.....	(25)	(25)	-
Prior year encumbrances appropriated.....	986	986	-
Fund balance at end of year.....	<u>\$ (10)</u>	<u>\$ (81)</u>	<u>\$ (71)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MR/RES SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 3,433	\$ 2,268	\$ (1,165)
<i>Total revenue.....</i>	3,433	2,268	(1,165)
Expenditures:			
Current:			
Health			
Charges and services.....	2,414	1,852	562
<i>Total expenditures.....</i>	2,414	1,852	562
<i>Excess of revenues over (under) expenditures....</i>	1,019	416	(603)
Fund balance at beginning of year.....	1,681	1,681	-
Prior year encumbrances appropriated.....	790	790	-
Fund balance at end of year.....	<u>\$ 3,490</u>	<u>\$ 2,887</u>	<u>\$ (603)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SENIOR SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 3,210	\$ 2,973	\$ (237)
Intergovernmental revenue.....	<u>1</u>	<u>1</u>	<u>-</u>
<i>Total revenue.....</i>	3,211	2,974	(237)
Expenditures:			
Current:			
Human services			
Charges and services.....	<u>3,200</u>	<u>3,174</u>	<u>26</u>
<i>Total expenditures.....</i>	<u>3,200</u>	<u>3,174</u>	<u>26</u>
<i>Excess of revenues over (under) expenditures....</i>	11	(200)	(211)
Fund balance at beginning of year.....	367	367	-
Fund balance at end of year.....	<u><u>\$ 378</u></u>	<u><u>\$ 167</u></u>	<u><u>\$ (211)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 199	\$ 115	\$ (84)
<i>Total revenue.....</i>	199	115	(84)
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	348	340	8
Materials and supplies.....	5	5	-
Charges and services.....	1,678	1,491	187
Capital outlays and equipment.....	1	-	1
<i>Total expenditures</i>	2,032	1,836	196
<i>Excess of revenues over (under) expenditures.....</i>	(1,833)	(1,721)	112
Other financing sources:			
Operating transfers in.....	989	989	-
<i>Total other financing sources.....</i>	989	989	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses.....</i>	(844)	(732)	112
Fund balance at beginning of year.....	1,446	1,446	-
Prior year encumbrances appropriated.....	44	44	-
Fund balance at end of year.....	<u>\$ 646</u>	<u>\$ 758</u>	<u>\$ 112</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT DRIVERS FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Fines and forfeits.....	\$ 10	\$ 31	\$ 21
<i>Total revenue.....</i>	10	31	21
Expenditures:			
Current:			
Judicial			
Charges and services.....	10	-	10
<i>Total expenditures.....</i>	10	-	10
<i>Excess of revenues over (under) expenditures.....</i>	-	31	31
Fund balance at beginning of year.....	170	170	-
Fund balance at end of year.....	<u>\$ 170</u>	<u>\$ 201</u>	<u>\$ 31</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PROBATION SERVICE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services	\$ 130	\$ 148	\$ 18
<i>Total revenue</i>	130	148	18
Expenditures:			
Current:			
Legislative and executive			
Charges and services	126	85	41
Capital outlay and equipment	350	-	350
<i>Total expenditures</i>	476	85	391
<i>Excess of revenues over (under) expenditures.....</i>	(346)	63	409
Fund balance at beginning of year.....	346	346	-
Prior year encumbrances appropriated.....	42	42	-
Fund balance at end of year.....	<u>\$ 42</u>	<u>\$ 451</u>	<u>\$ 409</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MV ENFORCEMENT AND EDUCATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 20	\$ 8	\$ (12)
<i>Total revenue.....</i>	20	8	(12)
Expenditures:			
Current:			
Judicial			
Charges and services.....	20	7	13
<i>Total expenditures.....</i>	20	7	13
<i>Excess of revenues over (under) expenditures.....</i>	-	1	1
Fund balance at beginning of year.....	29	29	-
Fund balance at end of year.....	<u>\$ 29</u>	<u>\$ 30</u>	<u>\$ 1</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BUILDING REGULATIONS - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,222	\$ 1,385	\$ 163
<i>Total revenue.....</i>	1,222	1,385	163
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	1,172	1,162	10
Materials and supplies.....	35	32	3
Charges and services.....	292	272	20
Capital outlay and equipment.....	24	22	2
<i>Total expenditures.....</i>	1,523	1,488	35
<i>Excess of revenues over (under) expenditures.....</i>	(301)	(103)	198
Fund balance at beginning of year.....	1,170	1,170	-
Prior year encumbrances appropriated.....	24	24	-
Fund balance at end of year.....	<u>\$ 893</u>	<u>\$ 1,091</u>	<u>\$ 198</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CERTIFICATE OF TITLE ADMINISTRATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,630	\$ 1,614	\$ (16)
<i>Total revenue.....</i>	1,630	1,614	(16)
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	1,552	1,547	5
Materials and supplies.....	58	54	4
Charges and services.....	144	120	24
Capital outlay and equipment.....	25	8	17
<i>Total expenditures.....</i>	1,779	1,729	50
<i>Excess of revenues over (under) expenditures.....</i>	(149)	(115)	34
Fund balance at beginning of year.....	1,326	1,326	-
Prior year encumbrances appropriated.....	19	19	-
Fund balance at end of year.....	<u>\$ 1,196</u>	<u>\$ 1,230</u>	<u>\$ 34</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RECORDER EQUIPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 400	\$ 564	\$ 164
<i>Total revenue.....</i>	400	564	164
Expenditures:			
General government:			
Legislative and executive			
Materials and supplies.....	64	12	52
Charges and services.....	818	377	441
Capital outlay and equipment.....	775	665	110
<i>Total expenditures.....</i>	1,657	1,054	603
<i>Excess of revenues over (under) expenditures.....</i>	(1,257)	(490)	767
Fund balance at beginning of year.....	890	890	-
Prior year encumbrances appropriated.....	577	577	-
Fund balance at end of year.....	<u>\$ 210</u>	<u>\$ 977</u>	<u>\$ 767</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE TREATMENT CENTER - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 2,070	\$ 2,195	\$ 125
<i>Total revenue.....</i>	2,070	2,195	125
Expenditures:			
Current:			
Public safety			
Personal services.....	1,997	1,988	9
Materials and supplies.....	70	62	8
Charges and services.....	121	117	4
Capital outlay and equipment.....	1	1	-
<i>Total expenditures.....</i>	2,189	2,168	21
<i>Excess of revenues over (under) expenditures.....</i>	(119)	27	146
 Fund balance at beginning of year.....	 157	 157	 -
Prior year encumbrances appropriated.....	3	3	-
Fund balance at end of year.....	<u>\$ 41</u>	<u>\$ 187</u>	<u>\$ 146</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE FELONY CARE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 1,491	\$ 1,981	\$ 490
<i>Total revenue.....</i>	1,491	1,981	490
Expenditures:			
Current:			
Public safety			
Personal services.....	428	427	1
Materials and supplies.....	1	1	-
Charges and services.....	1,721	1,550	171
<i>Total expenditures.....</i>	2,150	1,978	172
<i>Excess of revenues over (under) expenditures.....</i>	(659)	3	662
Fund balance at beginning of year.....	1,295	1,295	-
Prior year encumbrances appropriated.....	275	275	-
Fund balance at end of year.....	<u>\$ 911</u>	<u>\$ 1,573</u>	<u>\$ 662</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ADULT PROBATION GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 1,071	\$ 849	\$ (222)
<i>Total revenue.....</i>	1,071	849	(222)
Expenditures:			
Current			
General government			
Judicial			
Personal services.....	697	669	28
Materials and supplies.....	6	4	2
Charges and services.....	263	229	34
<i>Total expenditures.....</i>	966	902	64
<i>Excess of revenues over (under) expenditures.....</i>	105	(53)	(158)
Fund balance at beginning of year.....	10	10	-
Prior year encumbrances appropriated.....	94	94	-
Fund balance at end of year.....	<u>\$ 209</u>	<u>\$ 51</u>	<u>\$ (158)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORRECTIONAL TREATMENT FACILITY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 3,523	\$ 3,235	\$ (288)
<i>Total revenue.....</i>	3,523	3,235	(288)
Expenditures:			
Current			
Public safety			
Personal services.....	2,768	2,762	6
Materials and supplies.....	258	228	30
Charges and services.....	398	381	17
Capital outlay and equipment.....	71	62	9
<i>Total expenditures.....</i>	3,495	3,433	62
<i>Excess of revenues over (under) expenditures.....</i>	28	(198)	(226)
Fund balance at beginning of year.....	491	491	-
Prior year encumbrances appropriated.....	103	103	-
Fund balance at end of year.....	<u>\$ 622</u>	<u>\$ 396</u>	<u>\$ (226)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMON PLEAS CIVIL MEDIATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 104	\$ 99	\$ (5)
<i>Total revenue.....</i>	104	99	(5)
Expenditures:			
Current			
Public safety			
Personal services.....	83	80	3
Materials and supplies.....	1	-	1
Charges and services.....	2	1	1
Capital outlay and equipment.....	2	-	2
<i>Total expenditures.....</i>	88	81	7
<i>Excess of revenues over (under) expenditures....</i>	16	18	2
Fund balance at beginning of year.....	131	131	-
Fund balance at end of year.....	<u>\$ 147</u>	<u>\$ 149</u>	<u>\$ 2</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SHERIFF'S POLICING - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 1,351	\$ 802	\$ (549)
<i>Total revenue.....</i>	1,351	802	(549)
Expenditures:			
Current			
Public safety			
Personal services.....	1,085	687	398
Charges and services.....	7	7	-
Capital outlay and equipment.....	1	-	1
<i>Total expenditures.....</i>	1,093	694	399
<i>Excess of revenues over (under) expenditures.....</i>	258	108	(150)
Fund balance at beginning of year.....	(249)	(249)	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ 9</u>	<u>\$ (141)</u>	<u>\$ (150)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WORKFORCE DEVELOPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 4,522	\$ 370	\$ (4,152)
Miscellaneous Revenue.....	-	151	151
<i>Total revenue.....</i>	<u>4,522</u>	<u>521</u>	<u>(4,001)</u>
Expenditures:			
Current			
Public safety			
Personal services.....	514	211	303
Materials and supplies.....	35	12	23
Charges and services.....	3,703	348	3,355
Capital outlay and equipment.....	<u>58</u>	<u>44</u>	<u>14</u>
<i>Total expenditures.....</i>	<u>4,310</u>	<u>615</u>	<u>3,695</u>
<i>Excess of revenues over (under) expenditures.....</i>	212	(94)	(306)
Fund balance at beginning of year.....	(368)	(368)	-
Prior year encumbrances appropriated.....	156	156	-
Fund balance at end of year.....	<u>\$ -</u>	<u>\$ (306)</u>	<u>\$ (306)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ADMINISTRATION OF JUSTICE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous Revenue.....	10	4	(6)
<i>Total revenue.....</i>	10	4	(6)
Expenditures:			
Current			
Judicial			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	5	1	4
Capital outlay and equipment.....	-	-	-
<i>Total expenditures.....</i>	5	1	4
<i>Excess of revenues over (under) expenditu</i>	5	3	(2)
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>5</u>	<u>3</u>	<u>(2)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
LOCAL DEVELOPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous Revenue.....	752	761	9
<i>Total revenue.....</i>	752	761	9
Expenditures:			
Current			
Legislative and executive			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	752	-	752
Capital outlay and equipment.....	-	-	-
<i>Total expenditures.....</i>	752	-	752
<i>Excess of revenues over (under) expenditu</i>	-	761	761
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>-</u>	<u>761</u>	<u>761</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CAPITAL IMPROVEMENTS - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Special assessments.....	\$ -	\$ 302	\$ 302
Intergovernmental revenue.....	-	1,589	1,589
Miscellaneous revenue.....	55,000	9,398	(45,602)
<i>Total revenues.....</i>	55,000	11,289	(43,711)
Expenditures:			
Current:			
Capital outlay-	45,133	28,060	17,073
Debt service			
Principal retirement.....	15,701	15,700	1
Interest and fiscal charges.....	301	299	2
<i>Total expenditures.....</i>	61,135	44,059	17,076
<i>Excess of revenues over (under) expenditures..</i>	(6,135)	(32,770)	(26,635)
Other financing sources (uses):			
Proceeds of notes.....	-	10,415	10,415
Proceeds of bonds.....	-	7,250	7,250
Operating transfers in.....	-	2,084	2,084
Operating transfers (out).....	(1,220)	-	1,220
<i>Total other financing sources (uses).....</i>	(1,220)	19,749	20,969
<i>Excess of revenue and other financing sources over (under) expenditures and other uses.....</i>	(7,355)	(13,021)	(5,666)
Fund balance at beginning of year.....	16,199	16,199	-
Prior year encumbrances appropriated.....	10,589	10,589	-
Fund balance at end of year.....	<u>\$ 19,433</u>	<u>\$ 13,767</u>	<u>\$ (5,666)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PERMANENT ZOO IMPROVEMENT - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Final</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Taxes.....	\$ 6,253	\$ 5,890	\$ (363)
Miscellaneous revenue.....	<u>2</u>	<u>1</u>	<u>(1)</u>
<i>Total revenues.....</i>	6,255	5,891	(364)
Expenditures:			
Current:			
Capital outlay-			
Construction contracts.....	<u>6,100</u>	<u>5,899</u>	<u>201</u>
<i>Total expenditures.....</i>	<u>6,100</u>	<u>5,899</u>	<u>201</u>
<i>Excess revenues over (under) expenditures.....</i>	155	(8)	(163)
Fund balance at beginning of year.....	48	48	0
Fund balance (deficit) at end of year.....	<u><u>\$ 203</u></u>	<u><u>\$ 40</u></u>	<u><u>\$ (163)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOND RETIREMENT-DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Taxes.....	\$ 5,465	\$ 5,303	\$ (162)
Special assessments.....	299	1,425	1,126
Miscellaneous revenue.....	<u>920</u>	<u>4,072</u>	<u>3,152</u>
<i>Total revenues.....</i>	6,684	10,800	4,116
Expenditures:			
Current:			
Debt Service-			
Principal retirement.....	10,516	10,516	-
Miscellaneous.....	427	1	426
Interest and fiscal charges.....	<u>5,062</u>	<u>5,055</u>	<u>7</u>
<i>Total expenditures.....</i>	<u>16,005</u>	<u>15,572</u>	<u>433</u>
<i>Excess revenues over (under) expenditures..</i>	(9,321)	(4,772)	4,549
Other financing sources (uses):			
Operating transfers in.....	7,773	6,773	(1,000)
Operating transfers (out).....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses).....</i>	<u>7,773</u>	<u>6,773</u>	<u>(1,000)</u>
<i>Excess of revenue and other financing sources over (under) expenditures and other uses....</i>	(1,548)	2,001	3,549
Fund balance at beginning of year.....	12,729	12,729	-
Prior year encumbrances appropriated.....	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year.....	<u><u>\$ 11,181</u></u>	<u><u>\$ 14,730</u></u>	<u><u>\$ 3,549</u></u>

**LUCAS COUNTY, OHIO
ENTERPRISE FUNDS
December 31, 2003**

Enterprise Funds- *Enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises. The intent of Lucas County is that the costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The following are the Enterprise funds which Lucas County operates:*

Sanitary Engineer- To account for the administrative costs of operating the water supply system, wastewater treatment system, and sewer system.

Water Supply System- To account for the distribution of treated water to individuals and commercial users of Lucas County.

Wastewater Treatment- To account for wastewater treatment services provided to the Sanitary Engineer, Cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Sewer System- To account for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.

Solid Waste- To account for the administration of solid waste disposal county-wide.

Parking Facilities- To account for operation of parking facilities.

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WATER SUPPLY SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 780	\$ 880	\$ 100
Miscellaneous.....	<u>650</u>	<u>703</u>	<u>53</u>
<i>Total operating revenues.....</i>	1,430	1,583	153
Operating expenses:			
Materials and supplies.....	30	18	12
Contract services.....	<u>834</u>	<u>740</u>	<u>94</u>
<i>Total operating expenss.....</i>	<u>864</u>	<u>758</u>	<u>106</u>
Operating income (loss).....	566	825	259
Non-operating revenues (expenses):			
Principal retirement.....	(264)	(264)	-
Interest and fiscal charges.....	<u>(312)</u>	<u>(306)</u>	<u>6</u>
<i>Total nonoperating revenues (expense)....</i>	<u>(576)</u>	<u>(570)</u>	<u>6</u>
<i>Income (loss) before operating transfers...</i>	(10)	255	265
Transfer in.....	<u>-</u>	<u>-</u>	<u>265</u>
Net income (loss).....	(10)	255	265
Net assets at beginning of year.....	737	737	-
Prior year encumbrances appropriated.....	<u>98</u>	<u>98</u>	<u>-</u>
Net assets at end of year.....	<u><u>\$ 825</u></u>	<u><u>\$ 1,090</u></u>	<u><u>\$ 265</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WASTEWATER TREATMENT-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 4,506	\$ 4,725	\$ 219
Miscellaneous.....	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
<i>Total operating revenues.....</i>	5,506	4,725	(781)
Operating expenses:			
Personal services.....	1,258	1,218	40
Materials and supplies.....	3,377	3,223	154
Contract services.....	500	404	96
Capital outlay and equipment.....	<u>36</u>	<u>28</u>	<u>8</u>
<i>Total operating expense.....</i>	<u>5,171</u>	<u>4,873</u>	<u>298</u>
Operating income (loss).....	335	(148)	(483)
Non-operating revenues (expenses):			
Principal retirement.....	(791)	(790)	1
Interest and fiscal charges.....	<u>(615)</u>	<u>(613)</u>	<u>2</u>
<i>Total nonoperating revenues (expense)..<i></i></i>	<u>(1,406)</u>	<u>(1,403)</u>	<u>3</u>
Net income (loss).....	<u>(1,071)</u>	<u>(1,551)</u>	<u>(480)</u>
Net assets at beginning of year.....	2,722	2,722	-
Prior year encumbrances appropriated.....	<u>493</u>	<u>493</u>	<u>-</u>
Net assets at end of year.....	<u><u>\$ 2,144</u></u>	<u><u>\$ 1,664</u></u>	<u><u>\$ (480)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SEWER SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 500	\$ 557	\$ 57
Miscellaneous.....	<u>1,198</u>	<u>1,204</u>	<u>6</u>
<i>Total operating revenues.....</i>	1,698	1,761	63
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	17	12	5
Contract services.....	892	627	265
Capital outlay and equipment.....	-	-	-
Miscellaneous.....	<u>3</u>	<u>1</u>	<u>2</u>
<i>Total operating expense.....</i>	<u>912</u>	<u>640</u>	<u>272</u>
Operating income (loss).....	786	1,121	335
Non-operating revenues (expenses):			
Principal retirement.....	(463)	(222)	241
Interest and fiscal charges.....	<u>(178)</u>	<u>(173)</u>	<u>5</u>
<i>Total nonoperating revenues (expense)..</i>	<u>(641)</u>	<u>(395)</u>	<u>246</u>
<i>Income (loss) before operating transfers.</i>	145	726	581
Transfer Out.....	<u>(1,134)</u>	<u>(1,134)</u>	<u>-</u>
Net income (loss).....	(989)	(408)	581
Net assets at beginning of year.....	2,984	2,984	-
Prior year encumbrances appropriated.....	113	113	-
Net assets at end of year.....	<u>\$ 2,108</u>	<u>\$ 2,689</u>	<u>\$ 581</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2003
(Amounts in 000's)

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total Other Enterprise Funds</u>
ASSETS				
Current assets:				
Pooled cash and cash equivalents.....	\$ 208	\$ 125	\$ 147	\$ 480
Pooled investments.....	1,906	1,142	1,347	4,395
Receivables (net of allowances for uncollectables)				
Accounts.....	1,463	180	42	1,685
Total current assets.....	<u>3,577</u>	<u>1,447</u>	<u>1,536</u>	<u>6,560</u>
Noncurrent assets-capital assets:				
Land.....	153	-	-	153
Buildings, structures, and improvements.....	3,006	-	-	3,006
Furniture, fixtures, and equipment.....	1,733	586	-	2,319
Less accumulated depreciation.....	(2,315)	(412)	-	(2,727)
Total non-current.....	<u>2,577</u>	<u>174</u>	<u>-</u>	<u>2,751</u>
Total assets.....	<u>\$ 6,154</u>	<u>\$ 1,621</u>	<u>\$ 1,536</u>	<u>\$ 9,311</u>
LIABILITIES				
Current liabilities:				
Accounts payable.....	28	65	-	93
Accrued wages and benefits.....	330	36	-	366
Due to other funds.....	1	1	-	2
Current portion of long-term debt.....	32	-	-	32
Total current liabilities.....	<u>391</u>	<u>102</u>	<u>-</u>	<u>493</u>
Noncurrent liabilities:				
OWDA loans payable.....	1,269	-	-	1,269
Total noncurrent liabilities.....	<u>1,269</u>	<u>-</u>	<u>-</u>	<u>1,269</u>
Total liabilities.....	<u>1,660</u>	<u>102</u>	<u>-</u>	<u>1,762</u>
NET ASSETS				
Invested in capital assets, net of related debt.....	1,276	174	-	1,450
Unrestricted.....	3,218	1,345	1,536	6,099
Total net assets.....	<u>4,494</u>	<u>1,519</u>	<u>1,536</u>	<u>7,549</u>
Total liabilities and net assets.....	<u>\$ 6,154</u>	<u>\$ 1,621</u>	<u>\$ 1,536</u>	<u>\$ 9,311</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Sanitary Engineer	Solid Waste	Parking Facilities	Total
Operating revenues:				
Charges for services.....	\$ 3,951	\$ 1,908	\$ 297	\$ 6,156
Miscellaneous.....	146	-	-	146
Total operating revenues.....	4,097	1,908	297	6,302
Operating expenses:				
Personal services.....	3,064	485	-	3,549
Contract services.....	333	1,091	110	1,534
Materials and supplies.....	292	6	-	298
Miscellaneous.....	-	49	-	49
Heat, light and power.....	40	-	-	40
Depreciation.....	191	99	-	290
Total operating expenses.....	3,920	1,730	110	5,760
Operating income	177	178	187	542
Nonoperating revenues (expenses):				-
Interest and fiscal charges.....	(80)	-	-	(80)
Loss on disposal of fixed assets.....	(5)	-	-	(5)
Total nonoperating revenues (expenses).....	(85)	-	-	(85)
Increase in net assets.....	92	178	187	457
Net assets at beginning of year.....	4,402	1,341	1,349	7,092
Net assets at end of year.....	<u>\$ 4,494</u>	<u>\$ 1,519</u>	<u>\$ 1,536</u>	<u>\$ 7,549</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Sanitary Engineer	Solid Waste	Parking Facilities	Total
Cash flows from operating activities:				
Cash received from customers.....	\$ 4,189	\$ 1,856	\$ 280	\$ 6,325
Cash paid to suppliers.....	(681)	(1,169)	(110)	(1,960)
Cash paid to employees.....	(3,171)	(506)	-	(3,677)
Net cash provided by operating activities.....	<u>337</u>	<u>181</u>	<u>170</u>	<u>688</u>
Cash flows from capital and related financing activities:				
Principal payments - OWDA loans.....	(64)	-	-	(64)
Purchase of fixed assets.....	(186)	(22)	-	(208)
Interest paid.....	(80)	-	-	(80)
Net cash used in capital and related financing activities.....	<u>(330)</u>	<u>(22)</u>	<u>-</u>	<u>(352)</u>
Cash flows from investing activities:				
Proceeds from sales of investments.....	2,033	930	1,127	4,090
Payments for investments.....	(2,000)	(1,052)	(1,256)	(4,308)
Net cash used in investing activities.....	<u>33</u>	<u>(122)</u>	<u>(129)</u>	<u>(218)</u>
Net increase in cash.....	40	37	41	118
Cash and cash equivalents, January 1.....	168	88	106	362
Cash and cash equivalents, December 31.....	<u><u>\$ 208</u></u>	<u><u>\$ 125</u></u>	<u><u>\$ 147</u></u>	<u><u>\$ 480</u></u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS (continued)
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

**Reconciliation of Operating Income to Net Cash Provided
by Operating Activities**

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Operating income	\$ 177	\$ 178	\$ 187	\$ 542
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense.....	191	99	-	290
(Increase) decrease in operating assets:				
Accounts receivable.....	92	(52)	(17)	23
Increase (decrease) in operating liabilities:				
Accounts payable.....	(16)	(15)	0	(31)
Accrued wages and benefits.....	(107)	(21)	-	(128)
Due to other funds.....	-	(8)	-	(8)
Total adjustments.....	<u>160</u>	<u>3</u>	<u>(17)</u>	<u>146</u>
Net cash provided by operating activities.....	<u>\$ 337</u>	<u>\$ 181</u>	<u>\$ 170</u>	<u>\$ 688</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SANITARY ENGINEER-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 3,900	\$ 4,032	\$ 132
Miscellaneous.....	<u>75</u>	<u>147</u>	<u>72</u>
<i>Total operating revenues.....</i>	3,975	4,179	204
Operating expenses:			
Personal services.....	3,285	3,171	114
Materials and supplies.....	487	375	112
Contract services.....	460	358	102
Capital outlay and equipment.....	212	210	2
Miscellaneous.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>4,444</u>	<u>4,114</u>	<u>330</u>
Operating income (loss).....	(469)	65	534
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	(62)	(62)	-
<i>Interest and fiscal charges.....</i>	<u>(80)</u>	<u>(80)</u>	<u>-</u>
<i>Total nonoperating revenues (expense)....</i>	<u>(142)</u>	<u>(142)</u>	<u>-</u>
Net income (loss).....	(611)	(77)	534
Net assets at beginning of year.....	1,898	1,898	-
Prior year encumbrances appropriated.....	<u>209</u>	<u>209</u>	<u>-</u>
Net assets at end of year.....	<u><u>\$ 1,496</u></u>	<u><u>\$ 2,030</u></u>	<u><u>\$ 534</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SOLID WASTE-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 1,900	\$ 1,855	\$ (45)
Miscellaneous.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating revenues.....</i>	1,900	1,855	(45)
Operating expenses:			
Personal services.....	544	507	37
Materials and supplies.....	29	6	23
Contract services.....	1,244	1,149	95
Capital outlay and equipment.....	232	193	39
Miscellaneous.....	<u>70</u>	<u>49</u>	<u>21</u>
<i>Total operating expense.....</i>	<u>2,119</u>	<u>1,904</u>	<u>215</u>
Operating income (loss).....	(219)	(49)	170
Non-operating revenues (expenses):			
Principal retirement.....	-	-	-
Interest and fiscal charges.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total nonoperating revenues (expense).....</i>	<u>-</u>	<u>-</u>	<u>-</u>
Net income (loss).....	(219)	(49)	170
Net assets at beginning of year.....	781	781	-
Prior year encumbrances appropriated.....	327	327	-
Net assets at end of year.....	<u>\$ 889</u>	<u>\$ 1,059</u>	<u>\$ 170</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PARKING FACILITIES-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 290	\$ 280	\$ (10)
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	290	280	(10)
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	10	-	10
Contract services.....	261	116	145
Capital outlay and equipment.....	10	-	10
Miscellaneous.....	-	-	-
<i>Total operating expense.....</i>	281	116	165
Operating income (loss).....	9	164	155
Non-operating revenues (expenses):			
Principal retirement.....	-	-	-
Interest and fiscal charges.....	-	-	-
<i>Total nonoperating revenues (expense).....</i>	-	-	-
Net income (loss).....	9	164	155
Net assets at beginning of year.....	1,314	1,314	-
Prior year encumbrances appropriated.....	10	10	-
Net assets at end of year.....	<u>\$ 1,333</u>	<u>\$ 1,488</u>	<u>\$ 155</u>

LUCAS COUNTY, OHIO
INTERNAL SERVICE FUNDS
December 31, 2003

Internal Service Funds- *Internal Service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units on a cost-reimbursement basis. The following are the Internal Service funds which Lucas County operates:*

Central Supplies- To account for supplies, mailing and copying services provided to various County departments and other governmental units. Users are billed for costs incurred.

Vehicle Maintenance- To account for vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

County-City Telephone- To account for inter-departmental charges for the use of the telephone system. Users are billed for costs incurred.

Self-Funded Health Insurance - To account for claims and administration of the health insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Centralized Drug Testing- To account for drug testing charges incurred by the jail and other criminal justice system departments.

Risk Retention Insurance- To account for claims and administration of liability insurance for county departments. The departments are billed based on the cost of insurance policies.

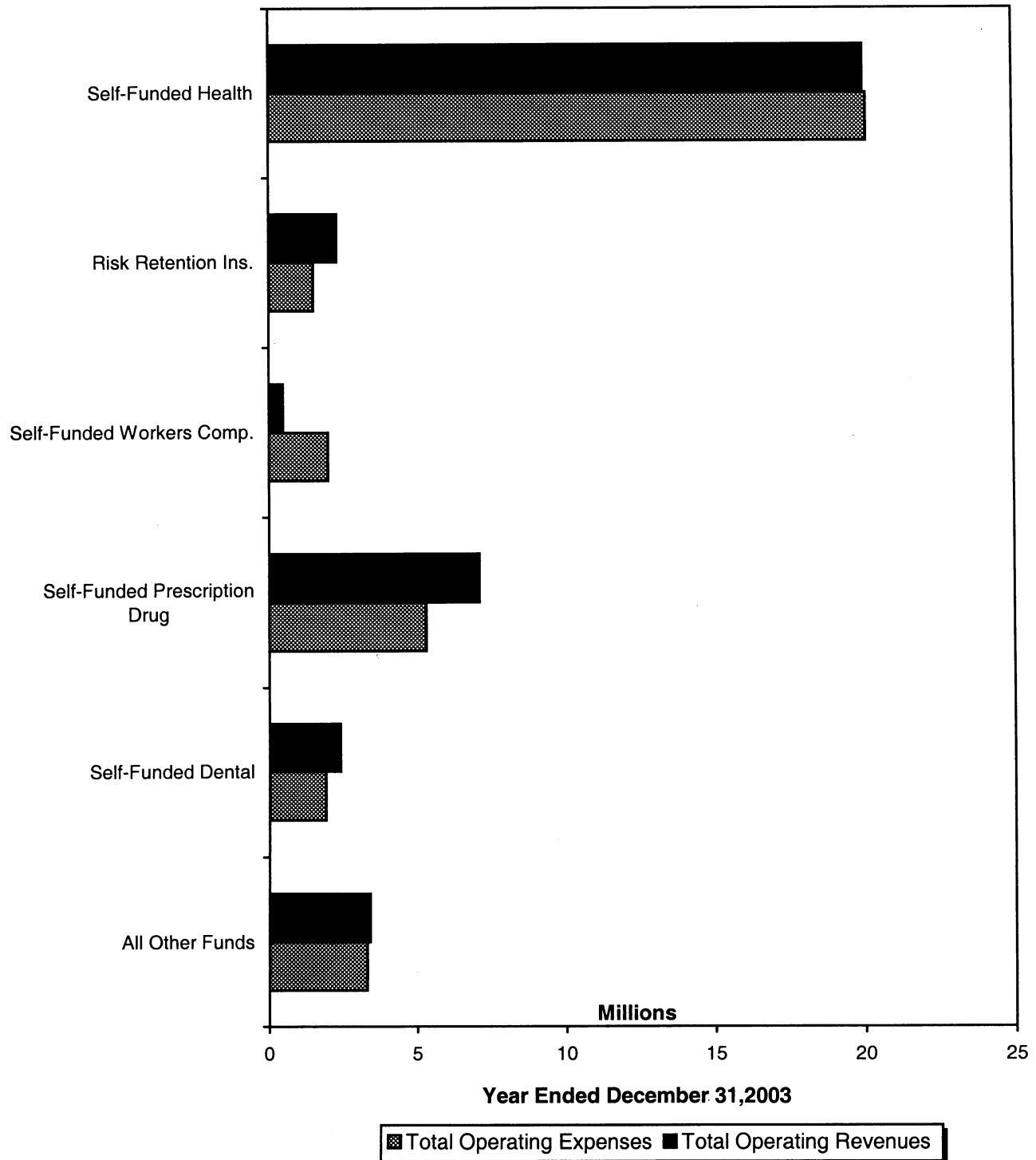
Self-Funded Workers' Compensation- To account for claims and administration of workers' compensation for county departments. The departments are billed based on their portion of total covered payroll and usage of the program.

Self-Funded Prescription Drug - To Account for claims and administration of the prescription drug program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Self-Funded Dental Insurance- To account for claims and administration of the dental insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Combining Chart of Operating Revenues and Expenses

Internal Service Funds



LUCAS COUNTY, OHIO
COMBINING STATEMENTS OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2003
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Assets:				
Current assets:				
Pooled cash and cash equivalents.....	\$ 10	\$ 7	\$ 61	\$ 980
Pooled investments.....	94	63	558	8,990
Accounts receivable.....	2	3	3	0
Due from other funds.....	12	32	8	-
Inventory: materials and supplies.....	288	20	-	-
<i>Total current assets.....</i>	<i>406</i>	<i>125</i>	<i>630</i>	<i>9,970</i>
Noncurrent assets-capital assets				
Land.....	-	83	-	-
Buildings, structures and improvements.....	-	30	-	-
Furniture, fixtures and equipment.....	159	165	846	26
Less: accumulated depreciation.....	(106)	(181)	(839)	(15)
Total noncurrent assets.....	53	97	7	11
<i>Total assets.....</i>	<i>459</i>	<i>222</i>	<i>637</i>	<i>9,981</i>
Liabilities:				
Current liabilities-				
Accounts Payable.....	16	13	110	100
Accrued wages and benefits.....	2	26	2	7
Due to other funds.....	1	-	-	0
Claims payable-current.....	-	-	-	1,289
<i>Total current liabilities.....</i>	<i>19</i>	<i>39</i>	<i>112</i>	<i>1,396</i>
Noncurrent Liabilities:				
Claims payable-noncurrent.....	-	-	-	-
Obligations under capital leases.....	5	-	-	-
<i>Total noncurrent liabilities.....</i>	<i>5</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Total liabilities.....</i>	<i>24</i>	<i>39</i>	<i>112</i>	<i>1,396</i>
Net Assets:				
Invested in capital assets, net of related debt.....	48	97	7	10
Unrestricted.....	387	86	518	8,575
<i>Total net assets.....</i>	<i>\$ 435</i>	<i>\$ 183</i>	<i>\$ 525</i>	<i>\$ 8,585</i>

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Prescription Drug	Self- Funded Dental Insurance	Total
\$ 14	\$ 914	\$ 1,392	\$ 249	\$ 111	\$ 3,738
127	8,388	12,770	2,283	1,021	34,294
-	-	-	5	-	13
19	-	-	-	-	71
-	-	-	-	-	308
160	9,302	14,162	2,537	1,132	38,424
-	-	-	-	-	83
-	-	-	-	-	30
-	-	10	0	-	1,206
-	-	(10)	0	-	(1,151)
-	-	-	-	-	168
160	9,302	14,162	2,537	1,132	38,592
4	6	4	273	44	570
13	28	18	-	-	96
-	-	-	-	-	1
-	-	2,290	498	167	4,244
17	34	2,312	771	211	4,911
-	-	3,904	-	-	3,904
-	-	-	-	-	5
-	-	3,904	-	-	3,909
17	34	6,216	771	211	8,820
-	-	-	-	-	162
143	9,268	7,946	1,766	921	29,610
\$ 143	\$ 9,268	\$ 7,946	\$ 1,766	\$ 921	\$ 29,772

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Operating revenues:				
Charges for service.....	\$ 873	\$ 530	\$ 1,558	\$ 19,961
Miscellaneous.....	-	5	-	28
	<u>873</u>	<u>535</u>	<u>1,558</u>	<u>19,989</u>
Total operating revenues.....	873	535	1,558	19,989
Operating expenses:				
Personal services.....	73	324	104	150
Contract services.....	51	54	1,357	538
Materials and supplies.....	537	252	-	10
Depreciation.....	25	12	15	5
Miscellaneous.....	-	-	-	-
Employee medical benefits.....	-	-	-	19,404
	<u>686</u>	<u>642</u>	<u>1,476</u>	<u>20,107</u>
Total operating expenses.....	686	642	1,476	20,107
Operating income (loss).....	187	(107)	82	(118)
Nonoperating revenues (expenses):				
Interest income.....	-	-	-	108
Interest and fiscal charges.....	(1)	-	-	-
	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>108</u>
Total nonoperating revenues and (expenses).....	(1)	-	-	108
Change in net assets	186	(107)	82	(10)
Operating transfers in	-	150	-	-
Net assets at beginning of year.....	249	140	443	8,595
Net assets at end of year.....	\$435	\$183	\$525	\$8,585

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Prescription Drug	Self- Funded Dental Insurance	Total
\$ 477	\$ 2,272	\$ 480	\$ 6,903	\$ 2,367	\$ 35,421
-	-	-	169	-	202
477	2,272	480	7,072	2,367	35,623
274	204	161		-	1,290
28	990	67	14	88	3,187
130	3	2		-	934
-	-	-		-	57
23	22	-	2	-	47
-	289	1,818	5,290	1,772	28,573
455	1,508	2,048	5,306	1,860	34,088
22	764	(1,568)	1,766	507	1,535
-	-	-		-	108
-	-	-	-	-	(1)
-	-	-	-	-	107
22	764	(1,568)	1,766	507	1,642
-	-	-	-	-	150
121	8,504	9,514	-	414	27,980
<u>\$143</u>	<u>\$9,268</u>	<u>\$7,946</u>	<u>\$1,766</u>	<u>\$921</u>	<u>\$29,772</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Cash flows from operating activities:				
Cash received from customers.....	\$ 881	\$ 541	\$ 1,660	\$ 19,994
Cash paid to suppliers.....	(780)	(324)	(1,492)	(19,997)
Cash paid to employees.....	(77)	(346)	(122)	(160)
Net cash provided by (used in) operating activities.....	24	(129)	46	(163)
Cash flows from non capital financing activities:				
Operating transfers in.....	-	150	-	-
Net cash provided by non-capital financing activities.....	-	150	-	-
Cash flows from capital and related financing activities:				
Purchase of capital assets.....	(7)	(9)	(7)	(11)
Interest and fiscal charges.....	(1)	-	-	-
Proceeds of capital lease transaction.....	-	-	-	-
Net cash used in capital and related financing activities.....	(8)	(9)	(7)	(11)
Cash flows from investing activities:				
Proceeds from sale of investments.....	74	47	549	10,151
Payments for investments.....	(87)	(57)	(573)	(9,906)
Interest received.....	-	-	-	108
Net cash provided by (used in) investing activities.....	(13)	(10)	(24)	353
Net increase (decrease) in cash and cash equivalents.....	3	2	15	179
Cash and cash equivalents, January 1.....	7	5	46	801
Cash and cash equivalents, December 31.....	<u>\$ 10</u>	<u>\$ 7</u>	<u>\$ 61</u>	<u>\$ 980</u>

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Prescription	Self- Funded Dental Insurance	Total
\$ 478 (183) (291)	\$ 2,272 (1,340) (210)	\$ 480 (1,247) (168)	\$ 7,067 (4,535) 0	\$ 2,367 (1,989)	\$ 35,740 (31,887) (1,374)
4	722	(935)	2,532	378	2,479
-	-	-	-	-	150
-	-	-	-	-	150
-	-	-	-	-	(34)
-	-	-	-	-	(1)
-	-	-	-	-	0
-	-	-	-	-	(35)
134 (135) -	7,976 (8,469) -	15,451 (14,329) -	- (2,283) -	417 (744) -	34,799 (36,583) 108
(1)	(493)	1,122	(2,283)	(327)	(1,676)
3 11	229 685	187 1,205	249 -	51 60	918 2,820
<u>\$ 14</u>	<u>\$ 914</u>	<u>\$ 1,392</u>	<u>\$ 249</u>	<u>\$ 111</u>	<u>\$ 3,738</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS-(continued)
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by (Used in) Operating Activities**

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>
Operating Income (loss).....	\$ 187	\$ (107)	\$ 82
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense.....	25	12	15
(Increase) decrease in operating assets:			
Accounts receivable	(1)	-	-
Due from other funds	9	6	102
Inventory.....	(192)	1	-
Increase (decrease) in operating liabilities:			
Accounts payable.....	-	(20)	(135)
Due to other funds	-	-	-
Accrued wages and benefits	(4)	(21)	(18)
Total adjustments	<u>(163)</u>	<u>(22)</u>	<u>(36)</u>
Net cash provided by (used in) operating activities	<u>\$ 24</u>	<u>\$ (129)</u>	<u>\$ 46</u>

Noncash capital and related financing activities:

Central Supplies fund had a capital lease obligation remaining of \$5 thousand.

<u>Self-Funded Health Insurance</u>	<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self-Funded Workers' Comp.</u>	<u>Self-Funded Prescription Drug</u>	<u>Self-Funded Dental Insurance</u>	<u>Total</u>
\$ (118)	\$ 22	\$ 764	\$ (1,568)	\$ 1,766	\$ 507	\$ 1,535
5	-	-	-	-	-	57
5	-	-	-	(5)	-	(1)
-	1	-	-	-	-	118
-	-	-	-	-	-	(191)
(44)	(2)	(36)	640	771	(129)	1045
(1)	-	-	-	-	-	(1)
(10)	(17)	(6)	(7)	-	-	(83)
<u>(45)</u>	<u>(18)</u>	<u>(42)</u>	<u>633</u>	<u>766</u>	<u>(129)</u>	<u>944</u>
<u>\$ (163)</u>	<u>\$ 4</u>	<u>\$ 722</u>	<u>\$ (935)</u>	<u>\$ 2,532</u>	<u>\$ 378</u>	<u>\$ 2,479</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRAL SUPPLIES-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 900	\$ 881	\$ (19)
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<u>900</u>	<u>881</u>	<u>(19)</u>
Operating expenses:			
Personal services.....	77	77	-
Materials and supplies.....	752	747	5
Contract services.....	104	76	28
Capital outlay and equipment.....	4	4	-
Miscellaneous	-	-	-
Claim payments.....	-	-	-
Employee medical benefits.....	-	-	-
<i>Total operating expense.....</i>	<u>937</u>	<u>904</u>	<u>33</u>
Operating income (loss).....	(37)	(23)	14
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
<i>Total nonoperating revenues (expense)....</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(37)	(23)	14
Net assets at beginning of year	51	51	-
Prior year encumbrances appropriated.....	37	37	-
Net assets at end of year.....	<u>\$ 51</u>	<u>\$ 65</u>	<u>\$ 14</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
VEHICLE MAINTENANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 658	\$ 536	\$ (122)
Miscellaneous.....	33	5	(28)
<i>Total operating revenues.....</i>	691	541	(150)
Operating expenses:			
Personal services.....	345	345	-
Materials and supplies.....	347	278	69
Contract services.....	72	60	12
Capital outlay and equipment.....	15	14	1
Miscellaneous.....	-	-	-
Claim payments.....	-	-	-
Employee medical benefits.....	-	-	-
<i>Total operating expense.....</i>	779	697	82
Operating income (loss).....	(88)	(156)	(68)
Non-operating revenues:			
Interest income.....	-	-	-
<i>Total nonoperating revenues.....</i>	-	-	-
<i>Income (loss) before operating transfers..</i>	(88)	(156)	(68)
Operating transfer in.....	30	150	-
Change in net assets.....	(58)	(6)	52
Net assets at beginning of year.....	(34)	(34)	-
Prior year encumbrances appropriated.....	92	92	-
Net assets at end of year.....	<u>\$ -</u>	<u>\$ 52</u>	<u>\$ 52</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COUNTY-CITY TELEPHONE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 1,907	\$ 1,660	\$ (247)
Miscellaneous.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating revenues.....</i>	1,907	1,660	(247)
Operating expenses:			
Personal services.....	135	123	12
Materials and supplies.....	1	1	-
Contract services.....	1,803	1,529	274
Capital outlay and equipment.....	1	1	-
Miscellaneous			-
Claim payments.....	1	-	1
Employee medical benefits.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>1,941</u>	<u>1,654</u>	<u>287</u>
Operating income (loss).....	(34)	6	40
Non-operating revenues:			
Interest income.....	-	-	-
<i>Total nonoperating revenues.....</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	(34)	6	40
Net assets at beginning of year.....	529	529	-
Prior year encumbrances appropriated.....	50	50	-
Net assets at end of year	<u>\$ 545</u>	<u>\$ 585</u>	<u>\$ 40</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED HEALTH INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 22,500	\$ 19,966	\$ (2,534)
Miscellaneous.....	<u>200</u>	<u>28</u>	<u>(172)</u>
<i>Total operating revenues.....</i>	22,700	19,994	(2,706)
Operating expenses:			
Personal services.....	180	160	20
Materials and supplies.....	28	17	11
Contract services.....	1,227	752	475
Capital outlay and equipment.....	42	24	18
Miscellaneous.....	-	-	-
Claim payments.....	-	-	-
Employee medical benefit.....	<u>28,340</u>	<u>23,276</u>	<u>5,064</u>
<i>Total operating expense.....</i>	<u>29,817</u>	<u>24,229</u>	<u>5,588</u>
Operating income (loss).....	(7,117)	(4,235)	2,882
Non-operating revenues:			
<i>Interest income.....</i>	<u>150</u>	<u>108</u>	<u>(42)</u>
<i>Total nonoperating revenues.....</i>	<u>150</u>	<u>108</u>	<u>(42)</u>
<i>Income (loss) before operating transfers..</i>	(6,967)	(4,127)	2,840
Operating transfer in.....	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	(6,967)	(4,127)	2,840
Net assets at beginning of year.....	1,602	1,602	-
Prior year encumbrances appropriated.....	<u>8,434</u>	<u>8,434</u>	<u>-</u>
Net assets at end of year.....	<u><u>\$ 3,069</u></u>	<u><u>\$ 5,909</u></u>	<u><u>\$ 2,840</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRALIZED DRUG TESTING-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 500	\$ 479	\$ (21)
Miscellaneous.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating revenues.....</i>	500	479	(21)
Operating expenses:			
Personal services.....	294	291	3
Materials and supplies.....	243	212	31
Contract services.....	32	27	5
Capital outlay and equipment.....	8	5	3
Miscellaneous.....	23	23	-
Claim payments.....	-	-	-
Employee medical benefit.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>600</u>	<u>558</u>	<u>42</u>
Operating income (loss).....	(100)	(79)	21
Non-operating revenues:			
Interest income.....	-	-	-
<i>Total nonoperating revenues (expense)...</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(100)	(79)	21
Net assets at beginning of year.....	108	108	-
Prior year encumbrances appropriated.....	29	29	-
Net assets at end of year.....	<u>\$ 37</u>	<u>\$ 58</u>	<u>\$ 21</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RISK RETENTION INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 2,000	\$ 2,272	\$ 272
Miscellaneous.....	-	-	-
	<u>2,000</u>	<u>2,272</u>	<u>272</u>
<i>Total operating revenues.....</i>	<i>2,000</i>	<i>2,272</i>	<i>272</i>
Operating expenses:			
Personal services.....	210	210	-
Materials and supplies.....	7	4	3
Contract services.....	1,202	993	209
Capital outlay and equipment.....	5	3	2
Miscellaneous	26	24	2
Claim payments.....	-	-	-
Employee medical benefit.....	1,038	415	623
	<u>2,488</u>	<u>1,649</u>	<u>839</u>
<i>Total operating expense.....</i>	<i>2,488</i>	<i>1,649</i>	<i>839</i>
Operating income (loss).....	(488)	623	1,111
Non-operating revenues:			
<i>Interest income.....</i>	<i>-</i>	<i>-</i>	<i>-</i>
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total nonoperating revenues (expense)...</i>	<i>-</i>	<i>-</i>	<i>-</i>
Change in net assets.....	(488)	623	1,111
Net assets at beginning of year.....	8,501	8,501	-
Prior year encumbrances appropriated.....	79	79	-
Net assets at end of year.....	<u>\$ 8,092</u>	<u>\$ 9,203</u>	<u>\$ 1,111</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF FUNDED WORKERS COMP.-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 2,340	\$ 480	\$ (1,860)
Miscellaneous	-	-	-
<i>Total operating revenues</i>	2,340	480	(1,860)
Operating expenses:			
Personal services.....	176	168	8
Materials and supplies.....	3	2	1
Contract services.....	92	68	24
Capital outlay and equipment.....	7	4	3
Miscellaneous	-	-	-
Claim payment	-	-	-
Employee medical benefit	2,200	1,176	1,024
<i>Total operating expense.....</i>	2,478	1,418	1,060
Operating income (loss).....	(138)	(938)	(800)
Non-operating revenues:			
Interest income.....	-	-	-
<i>Total nonoperating revenues.....</i>	-	-	-
Change in net assets.....	(138)	(938)	(800)
Net assets at beginning of year	15,091	15,091	-
Prior year encumbrances appropriated.....	5	5	-
Net assets at end of year.....	<u>\$ 14,958</u>	<u>\$ 14,158</u>	<u>\$ (800)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED PRESCRIPTION DRUG-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 8,000	\$ 6,898	\$ (1,102)
Miscellaneous.....	<u>-</u>	<u>169</u>	<u>169</u>
<i>Total operating revenues.....</i>	8,000	7,067	(933)
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Contract services.....	85	85	-
Capital outlay and equipment.....	-	-	-
Miscellaneous	5	2	3
Claim payment	-	-	-
Employee medical benefit	<u>7,823</u>	<u>7,500</u>	<u>323</u>
<i>Total operating expense.....</i>	<u>7,913</u>	<u>7,587</u>	<u>326</u>
Operating income (loss).....	87	(520)	(607)
Non-operating revenues:			
<i>Interest income.....</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total nonoperating revenues (expense)...</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	87	(520)	(607)
Net assets at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Net assets at end of year.....	<u><u>\$ 87</u></u>	<u><u>\$ (520)</u></u>	<u><u>\$ (607)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED DENTAL INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 2,446	\$ 2,367	\$ (79)
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<i>2,446</i>	<i>2,367</i>	<i>(79)</i>
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Contract services.....	123	96	27
Capital outlay and equipment.....	-	-	-
Miscellaneous	-	-	-
Claim payment	-	-	-
Employee medical benefit	3,004	2,659	345
<i>Total operating expense.....</i>	<i>3,127</i>	<i>2,755</i>	<i>372</i>
Operating income (loss).....	(681)	(388)	293
Non-operating revenues:			
Interest income.....	-	-	-
<i>Total nonoperating revenues (expense)...</i>	<i>-</i>	<i>-</i>	<i>-</i>
Change in net assets.....	(681)	(388)	293
Net assets at beginning of year.....	86	86	-
Prior year encumbrances appropriated.....	668	668	-
Net assets at end of year.....	<u>\$ 73</u>	<u>\$ 366</u>	<u>\$ 293</u>

LUCAS COUNTY, OHIO
AGENCY FUNDS
December 31, 2003

Agency Funds- *Agency funds maintain assets held by Lucas County as an agent for individuals, private organizations, other governmental units and/or other funds. The following are the Agency funds which Lucas County maintains:*

Payroll Fund- To maintain and account for the accumulation of payroll withholdings until payment is remitted to third parties.

Real Estate Fund, General Personal Fund, Estate Tax Fund and Hotel Lodging Tax Fund- These various and separate funds maintain and account for the accumulation and disbursement of taxes for: real property, intangible property, estate tax and hotel lodging tax.

Local Government Fund- To maintain and account for the accumulation and disbursement of state revenue sharing monies.

Auto License Fund- To maintain and account for the accumulation and disbursement of automobile license and registration fee collections.

Gasoline Tax Fund- To maintain and account for the accumulation and disbursement of gasoline tax collections.

Trailer Tax Fund- To maintain and account for the accumulation and disbursement of mobile home tax collections.

Clerk of Courts, Common Pleas Court, Common Pleas Court-Probate, Child Support Enforcement Agency, Juvenile Court, Sheriff, Children Services, and Prosecutor: These various and separate funds maintain and account for: court fees, alimonies, child support, restitution, boarding home fees, donations, funds held in escrow and other similar resources and uses. These funds are held outside of the County treasury.

Subdivision Advance Fund- To maintain and account for tax advance distributions to subdivisions within Lucas County.

Undivided Interest Fund- To maintain and account for the accumulation and disbursement of the County investment earnings.

Tax Installment Payment Plan (T.I.P.P.) Fund- To account for real estate taxes paid on an installment basis until they can be applied to a current tax bill.

Family and Children Council - To process the accounting transactions as the administrative agent of the council.

Other Agency Funds- To maintain and account for resources and uses for: taxes, research, deposits, licenses and estate. Other Agency funds include:

- Payment in Lieu of Taxes
- Computer Legal Research
- Grain Tax
- Cigarette Licenses
- Escheated Estates
- Law Library
- Coroner Escrow
- Advance Fund

When compared to combined Agency funds, Other Agency funds comprise less than 10% in assets and liabilities.

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Beginning Balance January 1, 2003	Additions	Deductions	Ending Balance December 31, 2003
Payroll Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 4	\$ 189,606	\$ 186,549	\$ 3,061
Liabilities:				
Payroll withholdings.....	\$ 4	\$ 189,606	\$ 186,549	\$ 3,061
Real Estate Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 15,942	\$ 407,782	\$ 409,951	\$ 13,773
Liabilities:				
Unapportioned monies.....	\$ 15,942	\$ 407,782	\$ 409,951	\$ 13,773
General Personal Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 1,872	\$ 82,216	\$ 81,078	\$ 3,010
Liabilities:				
Unapportioned monies.....	\$ 1,872	\$ 82,216	\$ 81,078	\$ 3,010
Prosecutor				
Assets:				
Segregated cash.....	\$ 146	\$ 236	\$ 195	\$ 187
Liabilities:				
Deposits.....	\$ 146	\$ 236	\$ 195	\$ 187
Estate Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 4,860	\$ 8,452	\$ 10,014	\$ 3,298
Liabilities:				
Unapportioned monies.....	\$ 4,860	\$ 8,452	\$ 10,014	\$ 3,298
Hotel Lodging Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 234	\$ 3,659	\$ 3,608	\$ 285
Liabilities:				
Unapportioned monies.....	\$ 234	\$ 3,659	\$ 3,608	\$ 285

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Beginning Balance January 1, 2003	Additions	Deductions	Ending Balance December 31, 2003
Local Government Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ -	\$ 38,682	\$ 38,682	\$ -
Due from other governments.....	<u>15,582</u>	<u>14,420</u>	<u>15,582</u>	<u>14,420</u>
Total assets.....	<u>\$ 15,582</u>	<u>\$ 53,102</u>	<u>\$ 54,264</u>	<u>\$ 14,420</u>
Liabilities:				
Due to other governments.....	\$ 11,498	\$ 10,336	\$ 11,498	\$ 10,336
Unapportioned monies.....	<u>4,084</u>	<u>42,766</u>	<u>42,766</u>	<u>4,084</u>
Total Liabilities.....	<u>\$ 15,582</u>	<u>\$ 53,102</u>	<u>\$ 54,264</u>	<u>\$ 14,420</u>
Auto License Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ (3)</u>	<u>\$ 3,529</u>	<u>\$ 3,563</u>	<u>\$ (37)</u>
Liabilities:				
Unapportioned monies.....	<u>\$ (3)</u>	<u>\$ 3,529</u>	<u>\$ 3,563</u>	<u>\$ (37)</u>
Gasoline Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 11</u>	<u>\$ 637</u>	<u>\$ 603</u>	<u>\$ 45</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 11</u>	<u>\$ 637</u>	<u>\$ 603</u>	<u>\$ 45</u>
Trailer Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 200</u>	<u>\$ 764</u>	<u>\$ 891</u>	<u>\$ 73</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 200</u>	<u>\$ 764</u>	<u>\$ 891</u>	<u>\$ 73</u>
Subdivision Advance Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ (317)</u>	<u>\$ 376,955</u>	<u>\$ 376,737</u>	<u>\$ (99)</u>
Liabilities:				
Unapportioned monies.....	<u>\$ (317)</u>	<u>\$ 376,955</u>	<u>\$ 376,737</u>	<u>\$ (99)</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Beginning Balance January 1, 2003	Additions	Deductions	Ending Balance December 31, 2003
Undivided Interest Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 5	\$ 6,581	\$ 6,590	\$ (4)
Liabilities:				
Unapportioned monies.....	\$ 5	\$ 6,581	\$ 6,590	\$ (4)
Clerk of Courts				
Assets:				
Pooled cash and cash equivalents.....	\$ -	\$ 1,750	\$ -	\$ 1,750
Segregated cash.....	4,580	53,907	55,487	3,000
<i>Total Assets</i>	<u>\$ 4,580</u>	<u>\$ 55,657</u>	<u>\$ 55,487</u>	<u>\$ 4,750</u>
Liabilities:				
Deposits.....	<u>\$ 4,580</u>	<u>\$ 55,657</u>	<u>\$ 55,487</u>	<u>\$ 4,750</u>
Common Pleas Court				
Assets:				
Segregated cash.....	<u>\$ 42</u>	<u>\$ 1,217</u>	<u>\$ 1,210</u>	<u>\$ 49</u>
Liabilities:				
Deposits.....	<u>\$ 42</u>	<u>\$ 1,217</u>	<u>\$ 1,210</u>	<u>\$ 49</u>
Common Pleas Court-Probate Court				
Assets:				
Segregated cash.....	<u>\$ 175</u>	<u>\$ 1,093</u>	<u>\$ 988</u>	<u>\$ 280</u>
Liabilities:				
Deposits.....	<u>\$ 175</u>	<u>\$ 1,093</u>	<u>\$ 988</u>	<u>\$ 280</u>
Child Support Enforcement Agency				
Assets:				
Segregated cash.....	<u>\$ 45</u>	<u>\$ 2,782</u>	<u>\$ 2,792</u>	<u>\$ 35</u>
Liabilities:				
Deposits.....	<u>\$ 45</u>	<u>\$ 2,782</u>	<u>\$ 2,792</u>	<u>\$ 35</u>
Juvenile Court				
Assets:				
Segregated cash.....	<u>\$ 209</u>	<u>\$ 647</u>	<u>\$ 648</u>	<u>\$ 208</u>
Liabilities:				
Deposits.....	<u>\$ 209</u>	<u>\$ 647</u>	<u>\$ 648</u>	<u>\$ 208</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

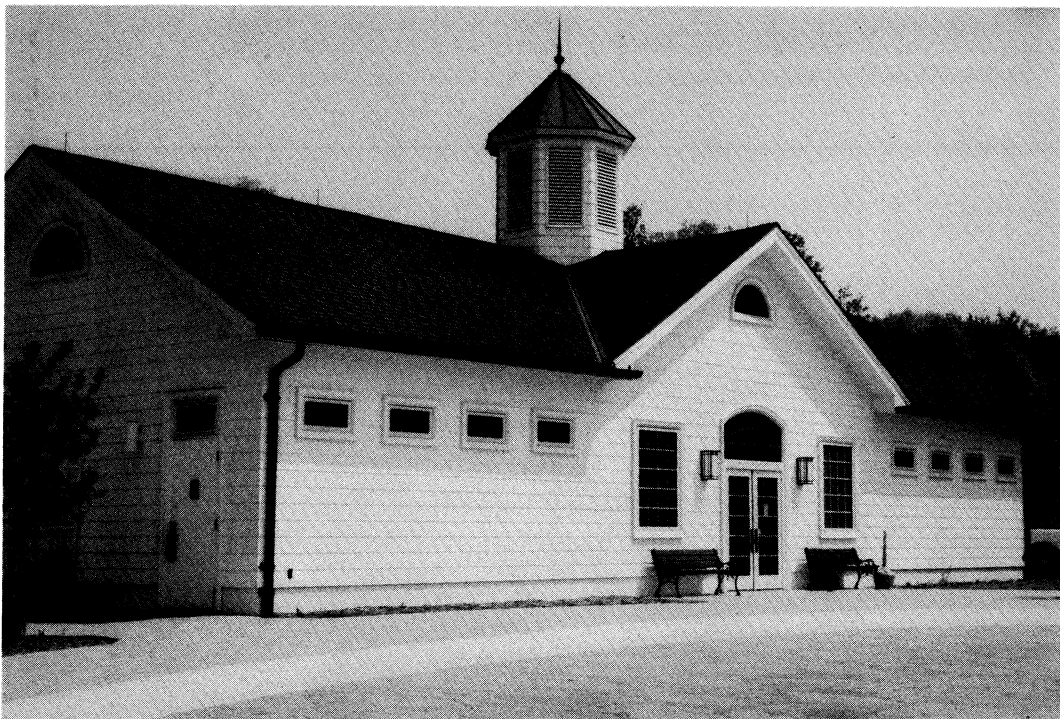
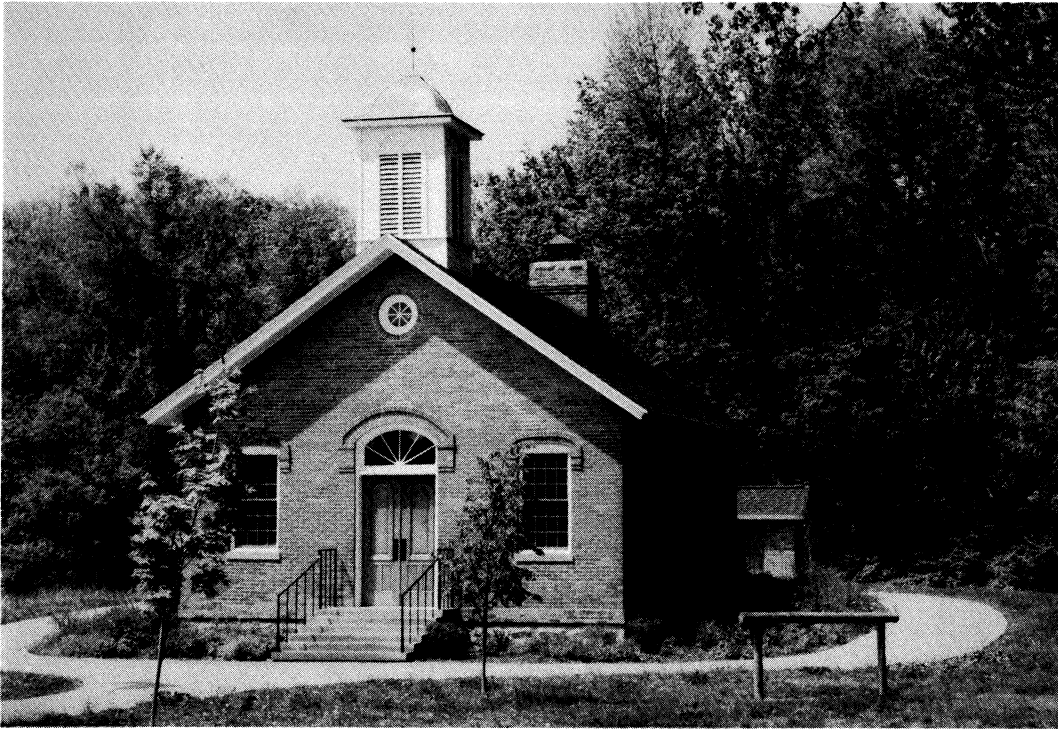
	<u>Beginning Balance January 1, 2003</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2003</u>
Sheriff				
Assets:				
Segregated cash.....	\$ 513	\$ 14,389	\$ 14,088	\$ 814
Liabilities:				
Deposits.....	\$ 513	\$ 14,389	\$ 14,088	\$ 814
Children Services				
Assets:				
Segregated cash.....	\$ 1,019	\$ 367	\$ 364	\$ 1,022
Liabilities:				
Deposits.....	\$ 1,019	\$ 367	\$ 364	\$ 1,022
T.I.P.P. Program				
Assets:				
Segregated cash.....	\$ -	\$ 13,451	\$ 10,231	\$ 3,220
Liabilities:				
Deposits.....	\$ -	\$ 13,451	\$ 10,231	\$ 3,220
Family & Children Council				
Assets:				
Pooled cash and cash equivalents.....	\$ 1,104	\$ 4,512	\$ 4,501	\$ 1,115
Due from other governments.....	320	314	320	314
<i>Total Assets.....</i>	<u>\$ 1,424</u>	<u>\$ 4,826</u>	<u>\$ 4,821</u>	<u>\$ 1,429</u>
Liabilities:				
Accounts payable.....	\$ 419	\$ 436	\$ 419	436
Accrued wages & benefits.....	23	7	23	7
Deposits.....	982	4,383	4,379	986
<i>Total Liabilities.....</i>	<u>\$ 1,424</u>	<u>\$ 4,826</u>	<u>\$ 4,821</u>	<u>\$ 1,429</u>
Other Agency Funds				
Assets:				
Pooled cash and cash equivalents.....	\$ 99	\$ 1,113	\$ 1,109	\$ 103
Liabilities:				
Deposits held due to others.....	\$ 13	\$ 769	\$ 769	\$ 13
Unapportioned monies.....	\$ 86	\$ 344	\$ 340	\$ 90
<i>Total Liabilities.....</i>	<u>\$ 99</u>	<u>\$ 1,113</u>	<u>\$ 1,109</u>	<u>\$ 103</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

	Beginning Balance January 1, 2003	Additions	Deductions	Ending Balance December 31, 2003
Total				
Assets:				
Pooled cash and cash equivalents.....	\$ 24,011	\$ 1,126,238	\$ 1,123,876	\$ 26,373
Segregated cash.....	6,729	88,089	86,003	8,815
Due from other governments.....	15,902	14,734	15,902	14,734
<i>Total Assets.....</i>	<u>\$ 46,642</u>	<u>\$ 1,229,061</u>	<u>\$ 1,225,781</u>	<u>\$ 49,922</u>
Liabilities:				
Unapportioned monies.....	\$ 26,974	\$ 933,685	\$ 936,141	\$ 24,518
Deposits.....	7,724	94,991	91,151	11,564
Payroll withholding.....	4	189,606	186,549	3,061
Accounts payable.....	419	436	419	436
Accrued wages & benefits.....	23	7	23	7
Due to other governments.....	11,498	10,336	11,498	10,336
<i>Total Liabilities.....</i>	<u>\$ 46,642</u>	<u>\$ 1,229,061</u>	<u>\$ 1,225,781</u>	<u>\$ 49,922</u>

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Statistical Section

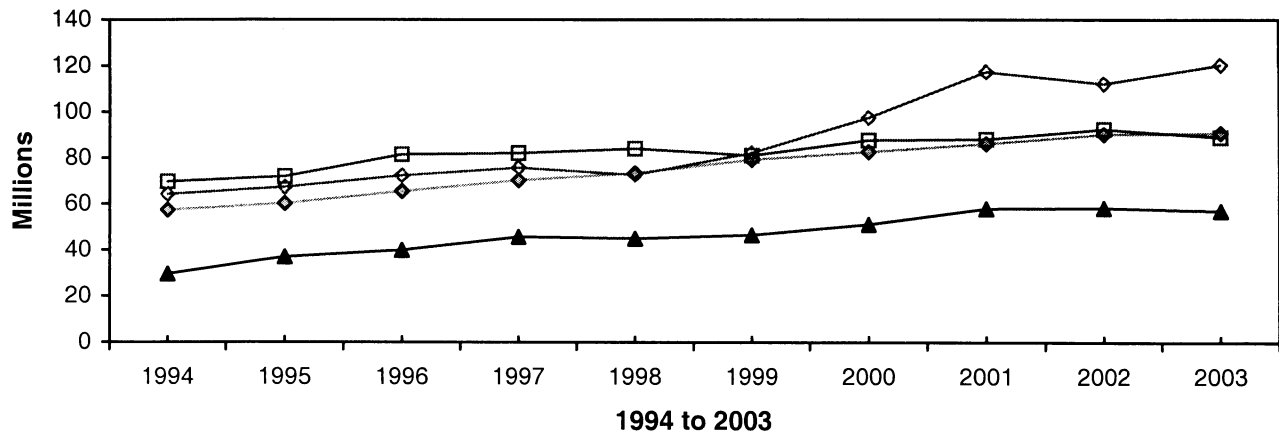


East Entrance Wildwood Preserve Park contains the Oak Grove School which was built in the early 1890's. The school was moved to the Preserve Park in 1998 and was extensively restored back to its original state. The building offers educational programming for local groups.

The Metroparks renovated the Stranahan's barn to provide a public rental facility for corporate or private events. The barn was named the "Ward Pavilion" in honor of retiring Metroparks director Jean Ward in 2000.

General Governmental Expenditures by Function

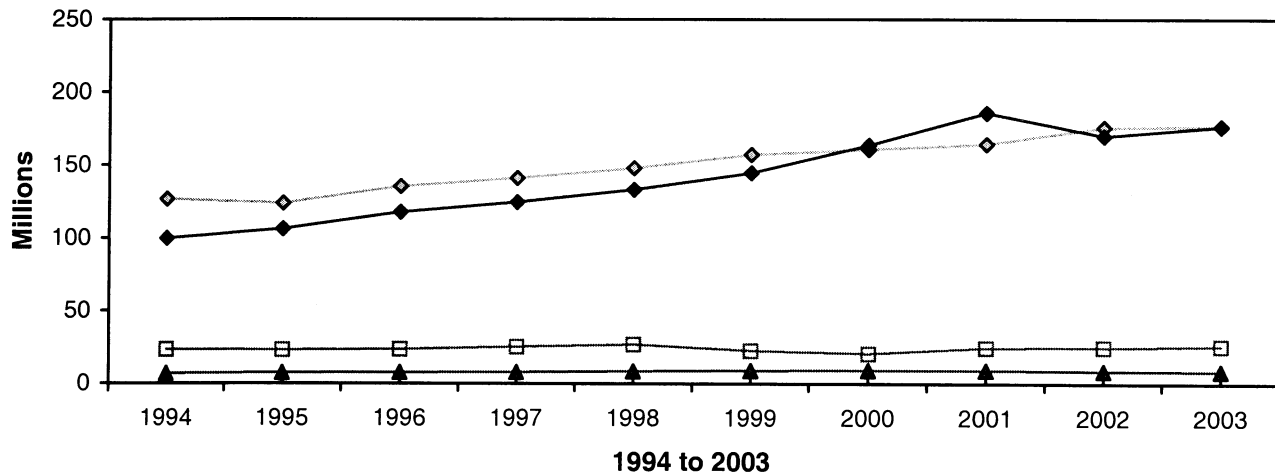
Last Ten Fiscal Years



◆ General Government ▲ Public Safety □ Health ◆ Human Services

General Governmental Revenues by Source

Last Ten Fiscal Years



◆ All Taxes ▲ State & Local Government □ Charges for Services ◆ Other Intergovernmental

TABLE 1
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	General Government	Public Safety	Public Works	Health	Human Services
1994	57,490	29,531	10,126	69,735	64,307
1995	60,219	36,927	11,803	72,089	67,414
1996	65,572	39,990	13,233	81,577	72,418
1997	70,359	45,701	14,898	82,081	75,706
1998	73,476	44,937	15,151	84,043	72,653
1999	79,293	46,504	17,153	81,167	82,275
2000	82,611	51,138	15,772	87,651	97,555
2001	86,109	57,947	14,679	88,096	117,364
2002	90,190	58,201	13,337	92,448	112,106
2003	90,700	57,037	16,828	88,949	120,302

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

Source: Lucas County Auditor

GOVERNMENT - WIDE EXPENSES BY FUNCTION
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)

Fiscal Year	General Government	Public Safety	Public Works	Health	Human Services
2001	\$ 102,167	\$ 61,840	\$ 29,134	\$ 91,586	\$ 123,391
2002	94,491	57,112	27,746	92,265	111,321
2003	96,785	59,439	35,167	89,542	119,365

Source: Lucas County Auditor

Conservation and Recreation	Miscellaneous	Capital Outlay	Debt Service	Total	Fiscal Year
4,706	2,451	21,656	9,098	269,100	1994
4,856	3,024	9,530	10,705	276,567	1995
4,828	3,573	13,634	23,115	317,940	1996
4,950	3,694	29,351	14,674	341,414	1997
5,730	4,275	11,050	16,309	327,624	1998
6,131	4,462	12,562	16,090	345,637	1999
6,276	4,599	41,516	15,593	402,711	2000
7,631	13,833	48,311	17,821	451,791	2001
6,002	15,947	32,022	18,789	439,042	2002
8,876	18,804	24,778	18,158	444,432	2003

Conservation and Recreation	Miscellaneous	Interest and Fiscal Charges	Total	Fiscal Year
\$ 7,794	\$ 13,858	\$ 6,975	\$ 436,745	2001
6,052	15,831	6,810	411,628	2002
8,950	18,732	5,840	433,820	2003

TABLE 2
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL REVENUES BY SOURCE¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	All Taxes	Charges for Services	Licenses and Permits	Fines and Forfeits	State and Local Government Receipts
1994	126,686	23,307	57	649	6,783
1995	123,809	23,068	50	583	7,258
1996	135,206	23,580	51	619	7,487
1997	141,051	25,182	53	693	7,852
1998	147,989	26,750	47	712	8,328
1999	157,224	22,641	44	808	8,815
2000	160,829	20,673	44	687	9,071
2001	164,396	24,608	34	666	9,064
2002	175,855	24,727	37	601	8,613
2003	176,430	25,809	54	677	8,525

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

GOVERNMENT - WIDE REVENUES
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)

Fiscal Year	Program Revenues				
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Charges for Services not Restricted to Specific Programs
2001	\$25,022	\$187,560	\$5,467	\$283,308	\$286
2002	25,137	176,357	734	199,688	228
2003	26,507	175,913	1,839	180,161	33

Source: Lucas County Auditor

Other Inter-Governmental Receipts	Depository and Investment Earnings	Special Assessments	Miscellaneous	Total	Fiscal Year
99,871	5,605	1,739	13,781	278,478	1994
106,201	8,196	1,356	15,749	286,270	1995
117,796	8,320	2,216	17,470	312,745	1996
124,563	9,871	1,801	23,741	334,807	1997
133,125	11,651	2,313	16,482	347,397	1998
144,563	7,527	2,122	18,912	362,656	1999
163,594	17,928	2,344	20,273	395,443	2000
185,689	13,525	2,581	43,382	443,945	2001
169,732	8,321	2,303	38,431	428,620	2002
176,076	4,016	1,763	47,504	440,854	2003

General Revenue					
Intergovernmental Revenue not Restricted to Specific Programs	Investment Earnings	Miscellaneous	Total	Fiscal Year	
\$1,726	\$13,814	\$43,382	\$560,565	2001	
1,254	8,468	38,586	450,452	2002	
7,508	5,906	47,504	445,371	2003	

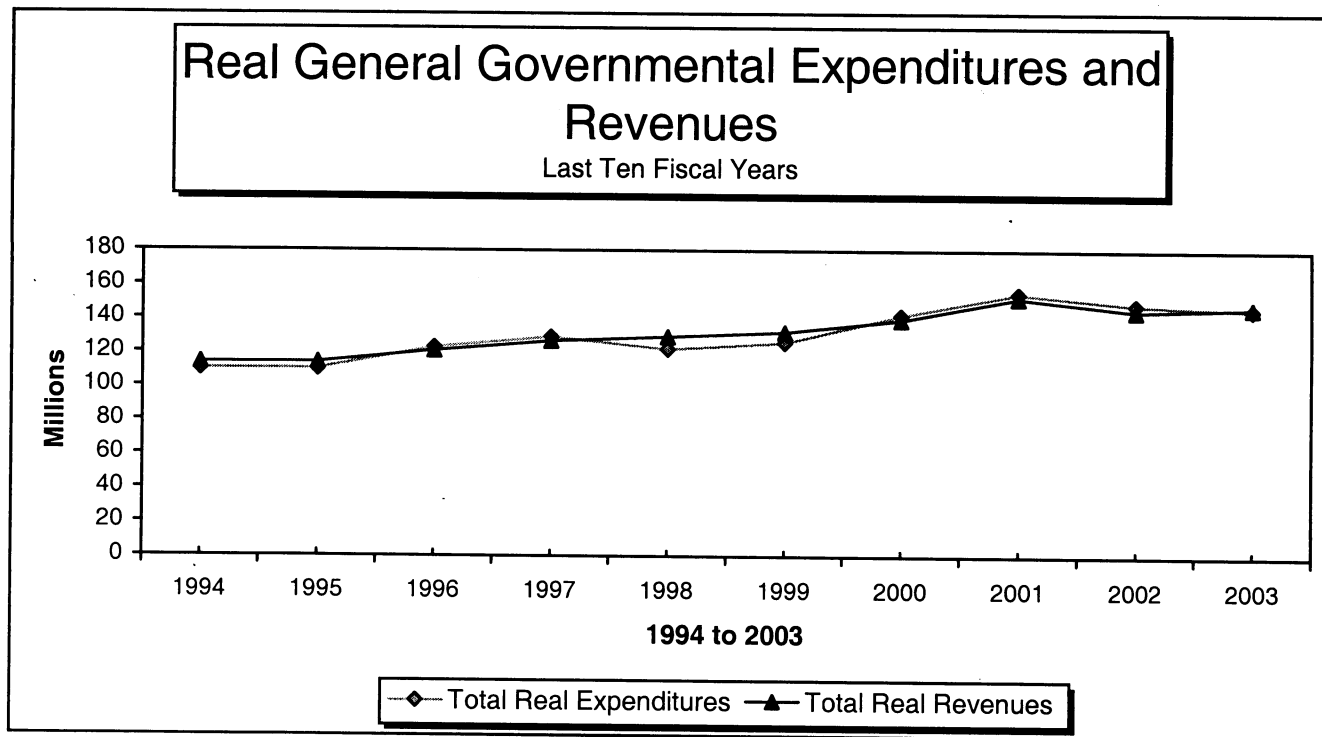


TABLE 3
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES AND REVENUES
ADJUSTED FOR INFLATION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	Total Nominal Expenditures	Total Nominal Revenues	Average ² CPI-U	Total Real Expenditures	Total Real Revenues	Fiscal Year
1994	\$269,100	\$278,478	444.0	\$110,004	\$113,837	1994
1995	276,567	286,270	456.5	109,960	113,818	1995
1996	317,940	312,745	469.9	122,805	120,799	1996
1997	341,414	334,807	480.8	128,882	126,388	1997
1998	327,624	347,397	488.3	121,777	129,127	1998
1999	345,637	362,656	499.0	125,718	131,908	1999
2000	402,711	395,443	515.8	141,706	139,148	2000
2001	451,791	443,945	530.4	154,600	151,916	2001
2002	439,042	428,620	538.4	148,005	144,492	2002
2003	444,432	442,636	550.5	146,529	145,937	2003

¹ Between 1994 and 2003 real expenditures increased by 33.2% or \$37 million, while real revenues increased by 28.4% or \$32.1 million over the same period.

² Average Consumer Price Index for all Urban Consumers. 1977 is the base year when the Average CPI-U was 181.5.

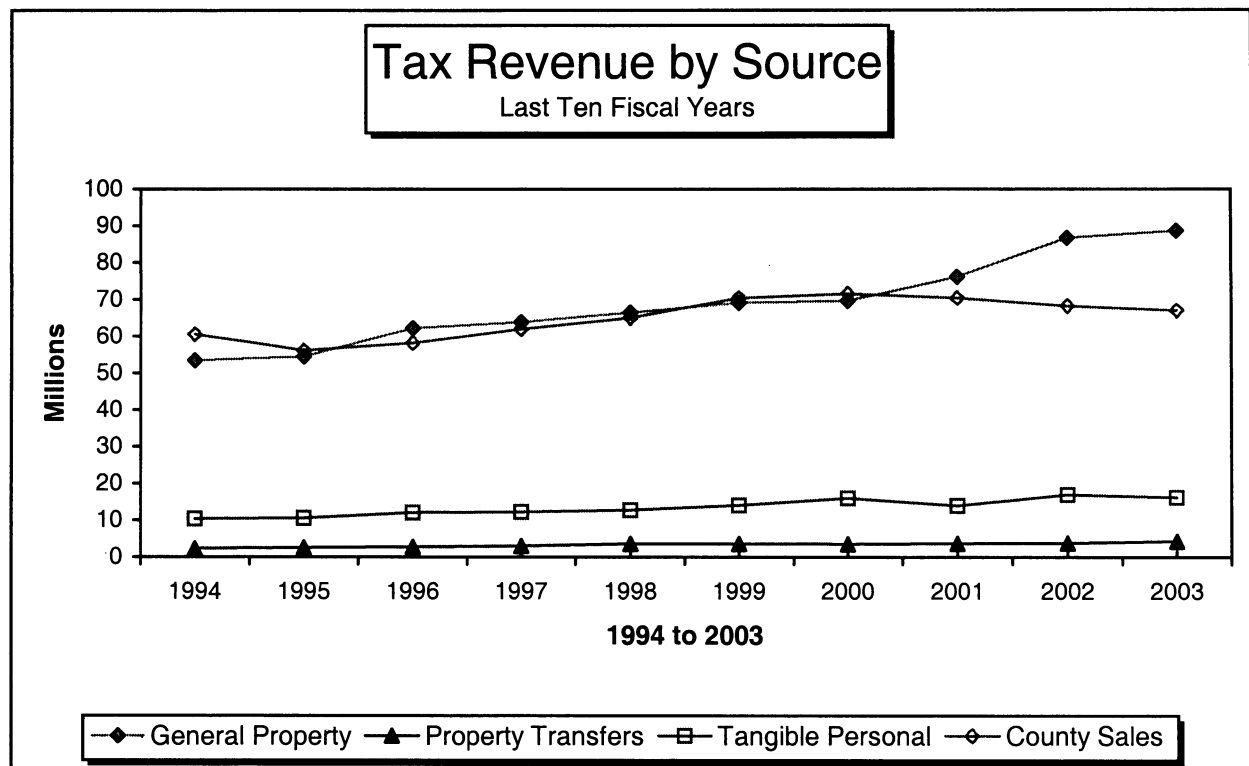


TABLE 4
LUCAS COUNTY, OHIO
TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	General Property Tax	Tangible ¹ Personal Tax	Property Transfer Tax	County ² Sales Tax	Total	Fiscal Year
1994	\$53,491	\$10,308	\$2,341	\$60,546	\$126,686	1994
1995	54,563	10,523	2,562	56,161	123,809	1995
1996	62,206	12,034	2,785	58,181	135,206	1996
1997	63,821	12,289	3,006	61,935	141,051	1997
1998	66,516	12,799	3,629	65,045	147,989	1998
1999	69,124	14,021	3,638	70,441	157,224	1999
2000	69,697	15,960	3,598	71,574	160,829	2000
2001	76,203	13,953	3,760	70,480	164,396	2001
2002	86,817	16,948	3,879	68,211	175,855	2002
2003	88,799	16,226	4,398	67,007	176,430	2003

¹ Tangible Personal Tax includes: personal property tax, mobile home tax and grain tax.

² Includes county sales tax and hotel lodging tax. 1994 sales tax increase includes sales tax accrual attributed to implementation of GASB #22.

Source: Lucas County Auditor

TABLE 5
LUCAS COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS-REAL AND PUBLIC UTILITY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

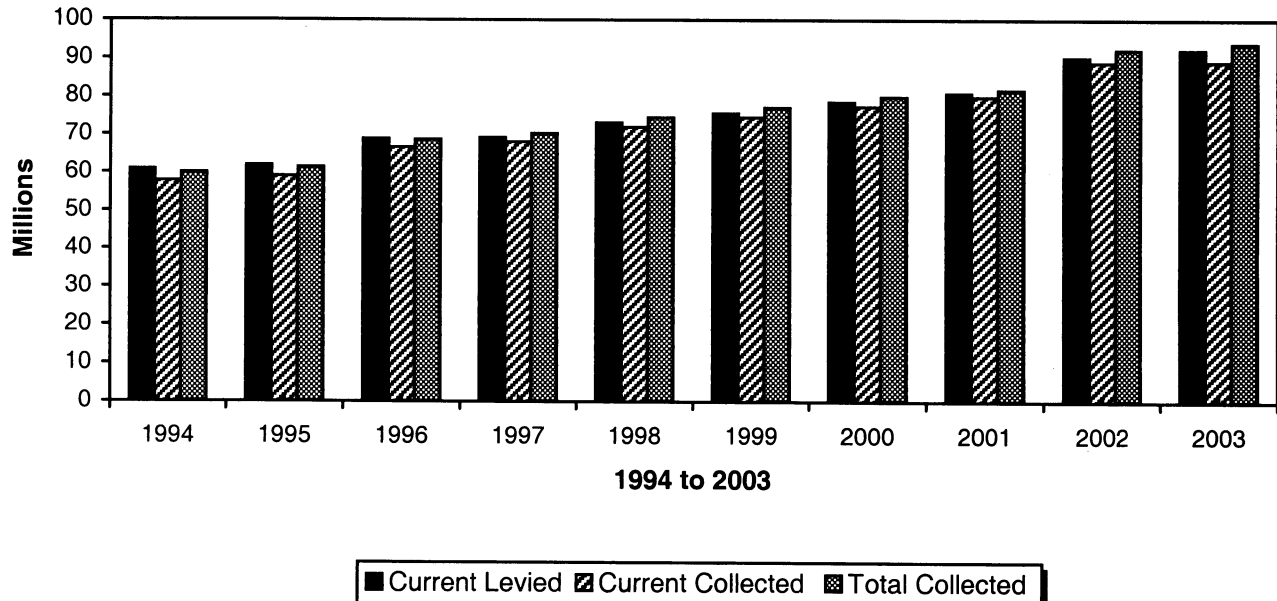
Tax/Levy Collection Year	Current Taxes Levied	Current Taxes Collected	Current Taxes Collected as a Percent of Taxes Levied-Current	Delinquent Taxes Collected
1993/1994	\$60,952	\$57,852	94.91%	\$2,182
1994/1995	61,930	59,020	95.30%	2,422
1995/1996	68,897	66,619	96.69%	2,107
1996/1997	69,220	68,126	98.42%	2,268
1997/1998	73,217	72,021	98.37%	2,551
1998/1999	75,699	74,647	98.61%	2,467
1999/2000	78,647	77,499	98.54%	2,436
2000/2001	80,974	79,938	98.72%	1,846
2001/2002	90,273	88,991	98.58%	3,223
2002/2003	92,225	89,118	96.63%	4,749

¹ Includes all tax rates levied county-wide for: General Fund, Senior Services, Community Mental Health, Board of Mental Retardation, Children Services, Toledo-Lucas County Port Authority, Toledo Zoo, Toledo Lucas County Library and 9-1-1 Emergency Telephone System.
Refer to: "Table 8 - Property Tax Rates of All Overlapping Governments" in this section.

Source: Lucas County Auditor

Property Tax Levies and Collections

Last Ten Fiscal Years



Delinquent Taxes Collected as a Percent of Total Taxes Collected	Total Taxes Collected	Total Collections as a Percent of Taxes Levied- Current	Accumulated Delinquencies	Tax/Levy Collection Year
3.63%	\$60,034	98.49%	\$7,100	1993/1994
3.94%	61,442	99.21%	6,227	1994/1995
3.07%	68,726	99.75%	5,972	1995/1996
3.22%	70,394	101.70%	5,977	1996/1997
3.42%	74,572	101.85%	5,796	1997/1998
3.20%	77,114	101.87%	5,760	1998/1999
3.05%	79,935	101.64%	5,012	1999/2000
2.28%	81,784	101.00%	5,872	2000/2001
3.57%	92,214	102.20%	6,321	2001/2002
5.15%	93,867	101.78%	5,893	2002/2003

TABLE 6
LUCAS COUNTY, OHIO
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Tax/Levy Collection Year	Real Property²		Personal Property³	
	Assessed	Estimated Actual	Assessed	Estimated Actual
1993/1994	\$4,180,059	\$11,943,026	\$750,332	\$3,001,328
1994/1995	4,441,482	12,689,949	764,626	3,058,504
1995/1996	4,481,813	12,805,180	801,851	3,207,404
1996/1997	4,550,925	13,002,643	841,559	3,366,236
1997/1998	5,014,699	14,327,711	862,362	3,449,448
1998/1999	5,100,496	14,572,846	869,274	3,477,096
1999/2000	5,198,999	14,854,283	934,788	3,739,152
2000/2001	6,388,628	18,253,223	935,000	3,740,000
2001/2002	6,466,039	18,474,397	931,139	3,879,746
2002/2003	6,574,039	18,782,969	868,142	3,472,568

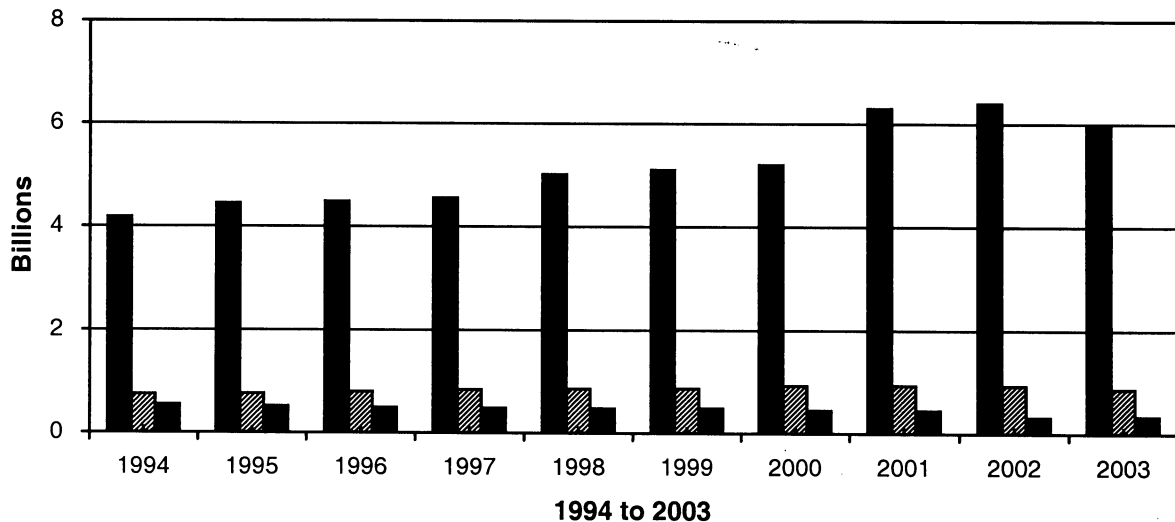
¹ Exempt properties are not included in the estimated actual values or in assessed valuations.

² The estimated actual values for real estate property were derived by 35% of the assessed values of real estate property. Refer to "Note J-Property Tax Revenues" in the Notes to the Financial Statements.

³ The estimated actual values for personal property and public utility were derived from an average rate of the assessed values (the average rate consists of varying rates for manufacturing equipment, inventory and other equipment) for the ten fiscal years presented.

Assessed Value of Taxable Property

Last Ten Fiscal Years



■ Real Property ■ Personal Property ■ Public Utilities

Public Utility ³				Assessed Value as a Percent of Estimated Actual Value	Tax/Levy Collection Year
Assessed	Estimated Actual	Assessed	Estimated Actual		
\$552,586	\$1,973,518	\$5,482,977	\$16,917,872	32.41%	1993/1994
518,515	1,831,238	5,724,623	17,579,691	32.56%	1994/1995
494,129	1,764,746	5,777,793	17,777,330	32.50%	1995/1996
490,200	1,750,714	5,882,684	18,119,593	32.47%	1996/1997
483,823	1,727,940	6,364,073	19,516,528	32.61%	1997/1998
487,012	1,739,329	6,453,593	19,777,882	32.63%	1998/1999
453,059	1,812,236	6,586,846	20,405,671	32.28%	1999/2000
453,115	1,812,460	7,776,743	23,805,683	32.67%	2000/2001
320,729	1,282,916	7,717,907	23,637,059	32.65%	2001/2002
336,019	1,400,079	7,778,200	23,655,616	32.88%	2002/2003

TABLE 7
LUCAS COUNTY, OHIO
SPECIAL ASSESSMENT LEVIES AND COLLECTIONS¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

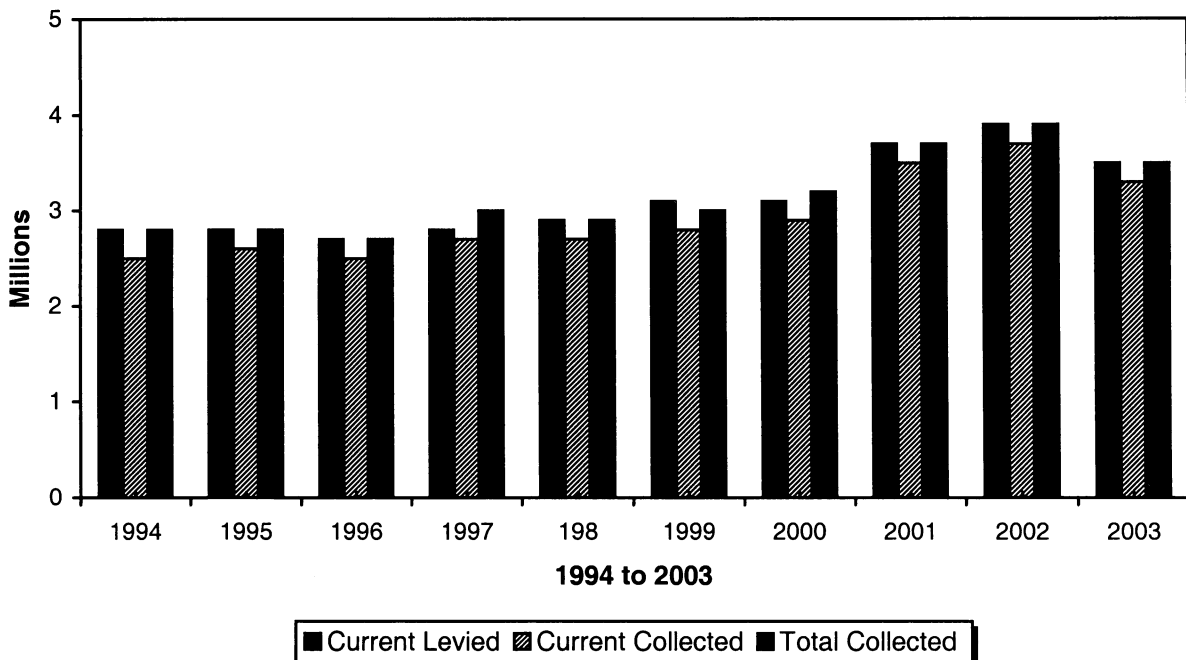
Tax/Levy Collection Year	Current Assessment Levies	Current Assessments Collected	Current Assessments Collected as a Percent of Assessment Levies	Delinquent Assessments Collected
1993/1994	\$2,809	\$2,584	91.99%	\$268
1994/1995	2,810	2,630	93.59%	259
1995/1996	2,755	2,528	91.76%	172
1996/1997	2,864	2,729	95.29%	282
1997/1998	2,914	2,785	95.57%	172
1998/1999	3,125	2,891	92.51%	153
1999/2000	3,168	2,974	93.88%	232
2000/2001	3,762	3,550	94.36%	182
2001/2002	3,944	3,711	94.09%	249
2002/2003	3,546	3,320	93.63%	253

¹ Assessment levies and collections include assessment districts outside the County entity.

Source: Lucas County Auditor

Special Assessment Collections

Last Ten Fiscal Years



Delinquent Assessments Collected as a Percent of Assessment Levies	Total Assessments Collected	Total Collections as a Percent of Current Assessment Levies	Accumulated Delinquencies	Tax/Levy Collection Year
9.54%	\$2,852	101.53%	\$433	1993/1994
9.22%	2,889	102.81%	362	1994/1995
6.24%	2,700	98.00%	362	1995/1996
9.85%	3,011	105.13%	246	1996/1997
5.90%	2,957	101.48%	209	1997/1998
4.90%	3,045	97.44%	291	1998/1999
7.32%	3,206	101.20%	268	1999/2000
4.84%	3,732	99.20%	316	2000/2001
6.31%	3,960	100.41%	327	2001/2002
7.13%	3,573	100.76%	332	2002/2003

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1993 1994	1994 1995	1995 1996	1996 1997
Lucas County Entities:				
General Fund.....	\$2.00	\$2.00	\$2.00	\$2.00
Board of Mental Retardation.....	4.50	4.50	4.50	4.50
Children Services Board.....	3.50	3.50	3.50	3.50
Community Mental Health.....	1.50	1.50	1.50	1.50
Emergency Medical Service.....	-	-	-	-
Senior Services.....	0.25	0.25	0.25	0.25
9-1-1 Emergency Telephone System...	0.50	0.50	0.50	0.70
Zoo (improvements).....	0.50	0.50	1.00	0.95
Zoo (operating).....	0.70	0.70	0.70	0.70
<i>Total Lucas County Entities.....</i>	13.45	13.45	13.95	14.10
Other Entities:				
Metroparks.....	1.00	1.00	1.00	1.00
Toledo-Lucas County Port Authority.....	0.40	0.40	0.40	0.40
Toledo-Lucas County Library.....	1.00	1.00	1.85	1.85
Toledo Area Regional Transportation Authority ²	2.50	2.50	2.50	2.50
<i>Total Rates.....</i>	<u>\$18.35</u>	<u>\$18.35</u>	<u>\$19.70</u>	<u>\$19.85</u>

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, township and municipality in which the property is located.

² Tarta is not levied in every county taxing district.

Source: Lucas County Auditor

<u>1997 1998</u>	<u>1998 1999</u>	<u>1999 2000</u>	<u>2000 2001</u>	<u>2001 2002</u>	<u>2002 2003</u>
\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00
4.50	4.50	4.50	4.50	5.00	5.00
3.50	3.50	3.50	3.50	2.65	2.65
1.50	1.50	1.50	1.50	1.50	1.50
-	-	-	-	-	-
0.25	0.25	0.45	0.45	0.45	0.45
0.70	0.70	0.70	0.70	0.70	0.70
0.95	0.95	0.95	0.95	0.95	0.95
<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>
14.10	14.10	14.30	14.30	13.95	13.95
1.00	1.40	1.40	1.40	1.40	1.70
0.40	0.40	0.40	0.40	0.40	0.40
1.85	1.85	1.85	1.70	1.70	1.70
<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>
<u><u>\$19.85</u></u>	<u><u>\$20.25</u></u>	<u><u>\$20.45</u></u>	<u><u>\$20.30</u></u>	<u><u>\$19.95</u></u>	<u><u>\$20.25</u></u>

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹-(continued)
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1993 1994	1994 1995	1995 1996	1996 1997
School Districts:				
Anthony Wayne.....	\$62.90	\$62.90	\$66.80	\$66.80
Evergreen.....	39.70	39.70	42.90	42.90
Maumee.....	57.40	57.40	59.60	64.50
Oregon.....	42.30	45.80	45.80	49.20
Otsego.....	51.80	51.80	52.60	51.80
Ottawa Hills.....	97.90	97.90	104.30	104.30
Springfield.....	60.80	65.20	67.40	67.40
Swanton.....	56.20	56.00	65.16	64.60
Sylvania.....	62.30	62.30	63.90	68.20
Toledo.....	57.80	57.70	57.80	57.80
Washington.....	56.80	56.80	56.80	61.70
Joint Vocational School Districts:				
Four County.....	3.20	3.20	3.20	3.20
Penta County.....	2.20	2.20	2.20	2.20
Townships:				
Harding.....	3.30	3.30	3.30	3.30
Jerusalem.....	9.75	9.75	9.75	9.75
Monclova.....	4.90	5.20	5.20	5.20
Providence.....	6.45	6.45	6.45	6.45
Richfield.....	5.30	5.30	5.30	7.20
Spencer.....	6.00	6.00	6.00	6.00
Springfield.....	6.30	6.30	6.30	8.10
Swanton.....	4.70	4.90	5.20	5.20
Sylvania.....	16.40	16.40	16.40	16.40
Washington.....	19.20	19.20	19.20	19.50
Waterville.....	9.30	9.30	9.30	9.30
Municipalities:				
Village of Berkey.....	3.00	3.00	3.00	3.00
Village of Harbor View.....	7.00	7.00	7.00	7.00
Village of Holland.....	2.00	2.00	0.80	0.80
City of Maumee.....	4.20	4.10	4.00	4.00
City of Oregon.....	3.50	3.50	3.50	3.50
Village of Ottawa Hills.....	4.10	4.10	4.10	4.10
Village of Swanton.....	3.00	3.00	3.00	3.00
City of Sylvania.....	5.75	6.25	6.25	6.25
City of Toledo.....	4.40	4.40	4.40	4.40
Village of Waterville.....	3.50	3.50	3.50	3.50
Village of Whitehouse.....	3.50	3.50	3.50	3.50

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, township or municipality in which the property is located.

Source: Lucas County Auditor

1997 1998	1998 1999	1999 2000	2000 2001	2001 2002	2002 2003
\$64.50	\$64.50	\$64.50	\$63.70	\$63.70	\$63.70
39.70	39.70	47.23	47.23	47.23	47.88
62.30	62.30	62.30	62.30	62.30	62.30
49.20	49.20	49.20	49.20	49.20	49.20
57.20	49.11	57.70	56.90	56.90	47.40
107.05	107.05	113.20	113.10	113.10	114.35
64.20	64.20	65.10	64.10	64.10	68.10
62.10	62.05	62.05	68.74	68.74	68.11
66.30	66.30	65.70	65.20	65.20	70.10
57.80	57.80	57.50	63.00	63.00	67.99
61.70	61.70	60.70	65.90	65.90	65.90
3.20	3.20	3.20	3.20	3.20	3.20
2.20	2.20	2.20	2.20	2.20	2.20
3.30	3.30	3.30	4.30	4.30	4.30
9.75	9.75	9.75	9.75	9.75	9.75
5.20	5.20	5.20	5.20	5.20	5.20
4.45	6.95	6.95	6.95	6.95	6.95
7.20	7.20	7.20	7.20	7.20	5.80
6.00	6.00	6.00	6.00	6.00	6.00
8.10	8.10	8.10	8.10	8.10	8.10
5.20	6.10	6.10	6.10	6.10	6.10
16.40	16.40	16.40	16.72	16.72	18.42
19.50	19.50	19.50	19.50	19.50	19.50
9.30	9.30	9.30	10.80	10.80	9.60
3.00	3.00	3.00	3.00	3.00	3.00
7.00	7.00	7.00	7.00	7.00	7.00
0.80	0.80	0.80	0.80	0.80	0.80
4.00	3.85	3.70	3.70	3.70	3.70
3.50	3.50	3.50	3.50	3.50	3.50
4.10	4.10	4.10	4.10	4.10	4.10
3.00	3.00	4.50	4.50	4.50	4.50
6.25	6.40	6.40	6.40	6.40	6.30
4.40	4.40	4.40	4.40	4.40	4.40
3.50	3.50	3.50	3.50	3.50	3.50
3.50	3.50	3.50	3.50	3.50	3.50

TABLE 9
LUCAS COUNTY, OHIO
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

Fiscal Year	Total(ii)(iii) Population	Assessed¹ Values	Gross General(i) Bonded Debt	Less Debt (i) Service Fund Balance
1994	467,500	\$5,482,977	\$47,542	\$914
1995	457,100	5,724,623	49,250	810
1996	452,691	5,777,793	68,325	1,029
1997	452,400	5,882,684	75,500	7,372
1998	448,300	6,364,073	67,900	6,652
1999	447,300	6,453,593	60,060	5,986
2000	455,054	6,586,846	52,590	6,139
2001	454,500	7,776,743	61,770	10,542
2002	453,506	7,717,907	53,200	12,907
2003	452,600	7,778,200	50,500	16,542

¹ Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

Source (i): Lucas County Auditor

Source (ii): Toledo Regional Growth Partnership

Source (iii): Sales Marketing Management 2001

TABLE 10
LUCAS COUNTY, OHIO
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal¹ Year	General Obligation Principal	General Obligation Interest	Total² General Obligation Debt Service	Total¹ General Governmental Expenditures
1994	\$1,905	\$2,599	\$4,504	\$269,100
1995	2,942	3,288	6,230	276,567
1996	14,845	3,588	18,433	317,940
1997	6,425	3,971	10,396	341,414
1998	7,600	4,203	11,803	327,624
1999	7,840	3,815	11,655	345,637
2000	7,470	3,436	10,906	402,711
2001	7,820	3,538	11,358	451,791
2002	8,345	4,907	13,252	439,042
2003	8,960	4,384	13,344	440,854

¹ Refer to: "Table 1 - General Governmental Expenditures by Function" in this section.

² General obligation bonds reported in the Enterprise funds and special assessment debt with governmental commitment have been excluded.

Source: Lucas County Auditor

Net General Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Per Capita Net General Bonded Debt	Fiscal Year
\$46,628	0.850%	99.74	1994
48,440	0.846%	105.97	1995
67,296	1.165%	148.66	1996
68,128	1.158%	150.59	1997
61,248	0.962%	136.62	1998
54,070	0.838%	120.88	1999
46,451	0.705%	102.08	2000
51,228	0.659%	112.71	2001
40,293	0.522%	88.85	2002
33,958	0.437%	75.03	2003

Ratio of Total Debt Service to General Governmental Expenditures	Fiscal Year
1.67%	1994
2.25%	1995
5.80%	1996
3.04%	1997
3.60%	1998
3.37%	1999
2.71%	2000
2.51%	2001
3.02%	2002
3.03%	2003

TABLE 11
LUCAS COUNTY, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
FOR FISCAL YEAR ENDED December 31, 2003
(Amounts in 000's)

Direct legal debt limitation¹:		
3.0% of the first \$100,000 assessed valuation.....		\$3,000
1.5% on excess of \$100,000-not in excess of \$300,000.....		3,000
2.5% on the amount in excess of \$300,000 ²		<u>207,534</u>
<i>Total direct legal debt limitation.....</i>		213,534
<i>Total of all county debt outstanding³.....</i>	\$74,355	
<i>Less:</i>		
Special assessment bonds and notes (self-supporting) ³	17,649	
Correctional facilities bonds (4).....	<u>14,813</u>	
<i>Total exempt debt.....</i>	(32,462)	
<i>Total net indebtedness (voted and unvoted) subject to direct debt limitation.....</i>		<u>41,893</u>
<i>Direct legal debt margin.....</i>		<u><u>\$171,641</u></u>
Unvoted debt limitation (subject to 1% of County assessed valuation).....		
	86,013	
Total net indebtedness (unvoted - subject to the 1% legal debt limitation).....	<u>(34,822)</u>	
<i>Total unvoted legal debt margin.....</i>		<u><u>\$51,191</u></u>

¹ Direct legal debt limitation is outlined by the Ohio Revised Code, codifications 133.02 and 133.05, not including available equity in debt service fund.

² Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

³ Excludes Ohio Water Development Authority (OWDA) and Ohio Public Works Commission (OPWC) loans, and non-tax revenue bonds. Refer to and to "Note H - Long-term Debt and Other Obligations" in the Notes to the Financial Statements.

⁴ Excluded by state statute.

Source: Lucas County Auditor

TABLE 12
LUCAS COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF DECEMBER 31, 2003
(Amounts in 000's)

	<u>Debt Outstanding</u>	<u>Percent Applicable to County</u>	<u>Amount Applicable to County</u>
Direct debt:			
Lucas County ¹	\$59,470	100.0%	\$59,470
Overlapping debt:			
Municipalities:²			
All cities and villages within			
Lucas County.....	184,593	100.0%	184,593
Swanton Village.....	1,575	6.50%	102
School districts:³			
All school districts			
within Lucas County.....	348,522	100.0%	348,522
Evergreen local.....	13,781	28.2%	3,886
Anthony Wayne local.....	25,969	98.2%	25,502
Swanton local.....	2,000	39.1%	782
Overlapping debt.....	576,440	97.7%	563,387
Total direct and overlapping debt....	<u>\$635,910</u>	<u>97.9%</u>	<u>\$622,857</u>

¹ Excluding special assessment debt with governmental commitment, revenue bonds, general obligation bonds reported in Enterprise funds and Regional Jail bonds.

² The cities which are wholly located within the legal boundaries of Lucas County are: Maumee, Oregon, Sylvania and Toledo. The villages which are wholly located within the legal boundaries of Lucas County are: Berkey, Harbor View, Holland, Ottawa Hills, Waterville and Whitehouse.

³ The school districts which are wholly located within the legal boundaries of Lucas County are: Maumee (CSD), Ottawa Hills (LSD), Oregon(CSD), Springfield (LSD), Sylvania (CSD), Toledo (CSD) and Washington (LSD).

**Chart of Direct and Overlapping Debt
as of December 31, 2003**

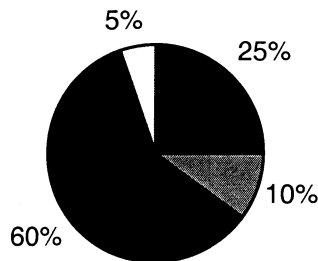


TABLE 13
LUCAS COUNTY, OHIO
PROPERTY VALUES, BANK DEPOSITS AND CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

Fiscal Year	Assessed Values of¹ Real, Personal and Utility Property(i)	Certified Bank Deposits (ii)	Valuation of² Construction (iii)	Total² Permits Issued (iii)
1994	\$5,482,977	\$2,768,305	251,899	10,073
1995	5,724,623	3,053,287	265,933	8,790
1996	5,777,793	3,810,869	347,064	11,524
1997	5,882,684	3,037,031	287,618	9,848
1998	6,360,884	5,302,858	163,312	7,484
1999	6,453,593	6,340,350	194,109	7,884
2000	6,586,846	2,413,149	201,872	7,527
2001	7,776,743	785,707	213,273	8,198
2002	7,717,907	167,588	239,518	8,529
2003	7,778,200	139,299	245,701	8,654

¹ Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

² Represents all privately owned new construction including residential and nonresidential structures, and residential and nonresidential garage and carport additions, alterations and conversions.

Source (i): Lucas County Auditor

Source (ii): Data Services Department-Federal Reserve Bank of Cleveland.

Source (iii): Lucas County Building Regulation Department, City of Toledo Building Department, City of Oregon Inspection Department, City of Maumee Division of Building and the Village of Whitehouse Building Department.

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TABLE 14
LUCAS COUNTY, OHIO
TOP TEN PRIVATE SECTOR PRINCIPAL TAXPAYERS
FOR FISCAL YEAR ENDED DECEMBER 31, 2003
(Amounts in 000's)

<u>Firm</u>	<u>2003 Assessed Real Estate Values</u>	<u>2003 Assessed Personal Property Values</u>	<u>Total 2003 Assessed Property Values</u>
Sun Refining.....	\$5,350	\$45,744	\$51,094
General Motors Hydra-Matic.....	8,535	41,695	50,230
Chrysler/Daimler.....	6,837	30,310	37,147
BP Oil.....	6,798	30,276	37,074
Block Communications.....	1,377	22,629	24,006
Johns Manville.....	3,694	19,403	23,097
Owens Illinois.....	19,335	3,731	23,066
Meijer Inc.....	13,435	7,544	20,979
The Andersons.....	13,356	7,580	20,936
Libbey, Inc.....	2,001	16,888	18,889
Totals.....	\$75,368	\$180,056	\$255,424

¹ Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

Source: Lucas County Auditor

TABLE 15
LUCAS COUNTY, OHIO
TOP FIVE PUBLIC UTILITY TAXPAYERS
FOR FISCAL YEARS ENDED DECEMBER 31, 2003 AND DECEMBER 31, 2002
(Amounts in 000's)

<u>Utility</u>	<u>2003 Assessed Public Utility Values</u>	<u>2002 Assessed Public Utility Values</u>	<u>2003 Percent of Utilities Assessed Value to Total 2003 Assessed Value</u>
Toledo Edison.....	\$112,924	\$123,120	1.45%
Ohio Bell.....	63,022	63,345	0.81%
Columbia Gas.....	23,325	22,926	0.30%
CSX Transportation.....	7,891	23,184	0.10%
American Transmission System.....	27,809	30,004	0.36%
Totals.....	\$234,971	\$262,579	3.02%

Source: Lucas County Auditor

2003 Percent' Firms Assessed Value to Total 2003 Assessed Property Values	Rank of Top Ten Firms by Assessed Property Values	
	2003	2002
0.66%	2	1
0.65%	1	2
0.48%	4	3
0.48%	3	4
0.31%	5	5
0.30%	7	6
0.30%	6	7
0.27%	8	8
0.27%	9	9
0.24%	10	10
<hr/>		
3.06%		

2002 Percent of Utilities Assessed Value to Total 2002 Assessed Value
1.59%
0.82%
0.30%
0.05%
0.39%
3.15%

TABLE 16
LUCAS COUNTY, OHIO
DEMOGRAPHIC STATISTICS
AS OF DECEMBER 31, 2003

POPULATION DENSITY

<u>Census Year</u>	<u>Square Miles</u>	<u>Population in Lucas County</u>	<u>Population Density</u>
1970	343.3	483,551	1,408.5
1980	343.3	471,741	1,383.4
1990	341.0	462,361	1,355.9
2000	341.0	455,054	1,334.5

Source: Bureau of Census-United States Department of Commerce

EMPLOYMENT TRENDS

Ten Year Average Employment

<u>Year</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
1994	215,800	13,300	5.8%	5.5%	6.1%
1995	214,400	11,500	5.0%	4.8%	5.6%
1996	215,700	11,500	5.1%	4.9%	5.4%
1997	218,300	11,900	5.2%	4.6%	4.9%
1998	218,000	12,700	5.5%	4.2%	4.5%
1999	222,000	12,100	5.2%	4.2%	4.2%
2000	219,000	11,200	4.9%	4.1%	4.0%
2001	220,500	11,500	5.0%	4.3%	4.8%
2002	215,400	15,900	6.9%	5.7%	5.8%
2003	214,700	18,200	7.8%	6.1%	6.0%

2003 Monthly Employment

<u>Month</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
January	211,900	18,400	8.0%	6.8%	6.5%
February	213,000	18,500	8.0%	6.9%	6.4%
March	214,000	18,300	7.9%	6.8%	6.2%
April	215,900	17,200	7.4%	6.2%	5.8%
May	217,000	17,500	7.5%	5.9%	5.8%
June	215,200	19,600	8.3%	6.5%	6.5%
July	214,000	23,100	9.7%	6.4%	6.3%
August	216,300	17,200	7.4%	5.6%	6.3%
September	214,300	17,100	7.4%	5.7%	5.8%
October	215,700	16,900	7.3%	5.4%	5.6%
November	214,800	17,500	7.5%	5.6%	5.6%
December	213,500	16,900	7.3%	5.7%	5.4%

Source: Ohio Bureau of Employment Services

**TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS
AS OF DECEMBER 31, 2003**

HOSPITALS

<u>Name</u>	<u>Number of Beds</u>
Toledo Hospital.....	794
St. Vincent Mercy Medical Center.....	573
St. Charles Mercy Hospital.....	390
Medical College of Ohio.....	319
St. Lukes Hospital.....	316
Flower Hospital.....	274
Riverside Mercy Hospital.....	256
St. Anne Mercy Hospital.....	136
Bay Park Community Hospital.....	82

Source: Lucas County Auditor

HIGHER EDUCATION INSTITUTIONS

<u>Name of Institution</u>	<u>2003/2004 Fall/Winter Enrollment</u>
University of Toledo.....	20,037
Lourdes College.....	1,249
Medical College of Ohio.....	1,053
Stautzenberger College of Business and Technology.....	789
University of Toledo-College of Law.....	521
Davis College.....	417
<i>Total enrollment.....</i>	<i>24,066</i>

Source: Lucas County Auditor

TABLE 17
LUCAS COUNTY
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2003
(Dollar Amounts in 000's)

NATIONAL AND INTERNATIONAL FIRM RANKINGS

Firm	Overall Rank 2003	Overall Rank 2002	Ohio Rank 2003	Gross Sales	2003 Net Assets	Asset Rank
Dana Corporation.....	193	182	10	\$10,071,000	\$9,617,000	272
Owens-Illinois.....	302	298	16	6,158,000	9,531,000	274
Owens-Corning	350	338	20	4,996,000	7,358,000	310

INDUSTRIAL RANKINGS

Firm	2003 Number of Employees	Industry	2003 Rank	2003 Rank
Dana Corporation.....	59,000	Motor Vehicle & Parts	8	8
Owens-Illinois.....	n/a	Building Materials, Glass	n/a	n/a
Owens-Corning	18,000	Building Materials, Glass	1	1

*Source: Fortune magazine, "The Largest 500 U.S. Industrial Companies," April 5, 2004 Volume 149, No. 7

TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2003

EMPLOYERS

Top Ten Private Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
ProMedica Health Systems**	10,739	Medicine and health care
Merch Health Partners*.....	6,566	Medicine and health care
Daimler-Chrysler/Toledo Jeep.....	5,583	Automatic manufacturing
General Motors/Power Train.....	3,860	Automatic manufacturing
Kroger.....	3,721	Retail grocery
HCR Manor Care.....	3,412	Health Care Services
Medical College of Ohio.....	3,300	Medicine and health care
Andersons.....	2,900	Grain Storage/Process/Retail
United Parcel Service.....	2,108	Mail Service
Meijers.....	1,774	Retail grocery
<i>Top ten total employed</i>	<u>43,963</u>	
<i>Percent of total work force¹</i>	20.48%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

*1997 Merger of Mercy, Riverside, St. Charles and St. Vincent Mercy Medical Centers.

**1998 Merger of Childrens Medical Center, Flower Hospital, Toledo Hospital, Crestview Club Apt.

Goerlich Center, Caring Home Helath Serv. Lake Park, Golden Haven, Promedica Paramount & Promedica Phy. Support.

Source: Toledo Regional Growth Partnership

Top Five Public Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
Toledo Public Schools.....	5,600	Education (primary-secondary)
University of Toledo.....	5,000	Education (advanced)
Lucas County.....	4,037	Government services (various)
City of Toledo.....	2,943	Government services (various)
State of Ohio.....	2,326	Government services (various)
<i>Total employed</i>	<u>19,906</u>	
<i>Percent of total work force¹</i>	9.27%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

Source: Toledo Regional Growth Partnership

AREIS

Auditor's Real Estate
Information System

Larry A. Kaczala
Auditor

Jerome C. German, ASA, IFAS
Director/Chief Assessor
Real Estate Division

This Appraisal Property Map is
for tax purposes only, it is NOT
intended for conveyances,
nor is it a Legal Survey.

MAP DATE & SCALE
Date of Map: 3/19/2007
Date of Aerial:

Scale: 1:24000
N
Tax Mapping Dept. 419-213-4448

MAPPING LEGEND

- PARCEL LINE
- ROW LINE
- HISTORICAL LINE
- EASEMENT LINE
- TOWNSHIP LINE
- DED/VAC ROW
- PRIVATE ROAD
- SECTION LINE
- SUB LOT LINE
- BUFFER LOT

ACREAGE 9.9

ASSESSOR # 99999999

Township Range Section



Lucas County, Ohio

